

WASHOE COUNTY, NEVADA

Comprehensive Annual Financial Report
For the Fiscal Year Ended June 30, 2002





COMPREHENSIVE ANNUAL FINANCIAL REPORT WASHOE COUNTY, NEVADA

For The Fiscal Year Ended June 30, 2002

Prepared by:
Comptrollers' Office
Katherine L. Garcia,
Comptroller

Lake Tahoe
Photo by Valerie Clark Photography

The 1990's

The population of Washoe County in 1990 was 254,667 with Reno at 183,850 and Sparks at 53,367.

In 1991 the county declared stage 3 drought conditions and stage 2 water restrictions remained in place through 1995. It became so dry that by 1992 Washoe Lake completely dried up and plans were discussed for the dredging of the lake.

In 1995 the county declared an agricultural drought emergency, but ironically enough the next year saw too much water instead of too little. The end of 1996 and the beginning of 1997 floods once again ravaged downtown Reno. Damage estimates this time were \$5.5 million. In consequence to this New Year's Flood a federal cost agreement between Washoe County and the U.S. Army Corps of Engineers was signed in 1998 concerning construction, operation and maintenance of the Reno-Sparks Metropolitan Flood Warning System.



As the county's population spread north and south, bigger developments made news during the decade. 12,000 acres were approved for the Double Diamond Ranch Estates project, as was an 18 hole championship golf course at Lightning W Ranch in Washoe Valley. Another development with a golf course was the Montreaux development in the Galena area. This golf course led to the return of a professional golf tournament to the county with the Reno-Tahoe Open in 1999.

Fiscal matters during the 1990's included the "Fair Share" controversy. In 1991 the Nevada Legislature required Washoe County to pay back to Clark County \$6.6 million. The Washoe County Commission approved an increase in local taxes. And in 1994 the Regional Transportation Commission Blue Ribbon Committee for Transportation Funding made a report that stated a large projected shortfall in transportation needs for the Truckee Meadows. The committee recommended a five-cent fuel tax increase among other suggestions.

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Excellence in Financial Reporting*



WASHOE COUNTY

"Dedicated to Excellence in Public Service"



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October 2, 2002

Residents of Washoe County
The Honorable Board of County Commissioners
Washoe County, Nevada

The comprehensive annual financial report of Washoe County, Nevada, for the fiscal year ended June 30, 2002, is hereby submitted. Nevada Revised Statutes (NRS) 354.624 requires the County to issue an annual report on its financial position and activities and that this report be audited by an independent firm of certified public accountants. Responsibility for both the accuracy of the data and the completeness and fairness of the presentation, including all disclosures, rests with county management. To the best of our knowledge, the information in this report is accurate in all material respects and presents fairly the financial position of the various funds and component units of Washoe County, including all disclosures necessary to understand the County's activities.

INTERNAL CONTROLS

The County continually monitors internal controls. Internal controls are designed to provide reasonable, but not absolute assurance regarding (1) the safeguarding of assets against loss from unauthorized use or disposition and (2) the reliability of financial records for preparing financial reports that demonstrate compliance with applicable laws and regulations. The concept of reasonable assurance recognizes that the cost of a control should not exceed the benefits likely to be derived and that the evaluation of such costs and benefits requires estimates and judgements made by management. We believe the County's internal accounting controls adequately safeguard assets and provide reasonable assurance of proper recording and disclosure of its financial transactions.

AUDIT

This report has been audited by Kafoury, Armstrong & Co. and their unqualified opinion is presented on the first page of the financial section. An audit is performed to provide reasonable assurance that these financial statements are free from material misstatements. This conclusion is reached after performance of various tests of financial transactions and disclosures. Tests were also performed on the internal control structure and its compliance with applicable laws and regulations, including those related to federal award programs. Testing was not sufficient to support an opinion, but the audit did not disclose material internal control weaknesses. These reports are included in the compliance section of this report and were made in accordance with Single Audit requirements of federal agencies.

REPORT PRESENTATION

The Comprehensive Annual Financial Report is presented in four sections: introductory, financial, statistical and compliance. The introductory section includes this transmittal letter, a list of county officials, our organizational chart, and Certificate of Achievement for Excellence in Financial Reporting. The financial section includes the Report of Independent Auditors, the Management's Discussion and Analysis, the basic financial statements, required supplementary information, and the combining and individual fund financial statements. The statistical section includes selected financial and demographic information, generally presented on a multi-year basis. The compliance section includes information pertaining to the Single Audit Act, as well as auditor's reports and comments.

THE FINANCIAL REPORTING ENTITY AND ITS SERVICES

Washoe County was incorporated in 1861 and is a political subdivision of the State of Nevada governed by a five-member elected Board of County Commissioners. The County covers an area of 6,600 square miles in the northwest section of the State bordering California and Oregon. The county seat is the City of Reno, the second largest city in Nevada. Other communities in Washoe County are Sparks and Incline Village, at Lake Tahoe. Historical information regarding the County is provided on the tabs of this report.

The County provides an array of mandated services including property appraisal and assessment; tax collection; criminal prosecution; presiding over civil, criminal, domestic and juvenile cases; communicable disease control and child protective services. Regional services include adult and juvenile detention, libraries, senior services and emergency management. Other community services include fire protection, business licensing, land use planning and permitting. All of the services are supported by administrative and internal services including management, human resources, purchasing, finance and risk management.

This report includes the financial activities of two component units, South Truckee Meadows General Improvement District and Truckee Meadows Fire Protection District. Component units are legally separate entities for which the County is financially accountable. The Board of County Commissioners functions as the governing bodies for these entities.

The annual budget serves as the financial plan for county operations. After departmental input, State review and public hearings, the budget is adopted by June 1. The budget is integrated into the financial system for monitoring and control. The legal level of budgetary control is at the function level for governmental and proprietary funds. Budget adjustments within functions or funds may be approved by the Budget Manager, with Board notification. Adjustments that affect fund balance, or increase the original budget require Board approval. Additional information regarding the budget process and adjustments made can be found in Note 1 to the financial statements.

LOCAL ECONOMIC CONDITION AND OUTLOOK

Washoe County has many factors attractive to business. The Reno-Sparks area is within second-day delivery to every major western city and minutes from California, the world's sixth largest market. An excellent transportation network exists with an international airport, two major interstate highways, as well as rail transportation. The airport is served by eight scheduled airlines as well as charter carriers and all cargo airlines. The combination of location, transportation network and warehousing space all contribute to a growing shipping business. Other factors attractive to businesses include:

- No corporate or personal income taxes, or unitary taxes. Nevada is the only state that does not impose a gift tax.
- A Freeport law exempts all inventories and manufacturing raw materials from taxation.
- The area has a foreign trade zone, allowing foreign and domestic businesses to bring in foreign merchandise without customs duties or excise taxes until final product distribution.
- Various tax abatements and deferrals are available for new or expanding businesses that meet the State's plan for economic diversification and development.
- Industrial land is plentiful and relatively inexpensive.
- University of Nevada Reno is a fully accredited college offering approximately 180 major fields of study and advanced degree programs. Truckee Meadows Community College offers associate degrees in various disciplines and customizes programs for individual businesses.

Property taxes are the primary revenue source for the County. The following tables provide the assessed valuation in the County and the incorporated cities within the County:

PROPERTY TAX ASSESSED VALUATIONS

Fiscal Year Ended June 30,	2000	2001	2002	2003
Reno	\$3,869,088,594	\$4,318,882,571	\$4,380,915,854	\$4,501,164,755
Sparks	1,302,885,075	1,382,425,008	1,478,157,655	1,524,637,551
Unincorporated County	2,913,572,101	2,923,079,310	3,237,624,085	3,435,230,191
Total	\$8,085,545,770	\$8,624,386,889	\$9,096,697,594	\$9,461,032,497
Percent Growth	7.80%	6.66%	5.48%	4.01%

Property tax levies and collections were as follows:

Fiscal Year Ended June 30,	Net Secured Roll Tax Levy	Current Tax Collected	Percent of Levy Collected in Current Fiscal Year	Delinquent Tax Collected	Cumulative Total Taxes Collected	Total Taxes Collected as a % of Net Levy Roll
2000	\$261,772,324	\$258,385,749	98.71%	\$3,103,939	\$261,489,688	99.89%
2001	273,864,229	270,702,031	98.85%	2,279,234	272,981,265	98.68%
2002	291,602,632	288,339,841	98.88%	-	288,339,841	98.88%

Assessed valuations and property tax collections continue to grow, however, they are increasing at a slowing rate. Population increases (39% since 1990) and service demand increases are not slowing.

The State Constitution limits total taxes levied by all overlapping governmental units within the boundaries of any county (i.e., the County, the county school district, the State, and any other city, town or special district) to an amount not to exceed \$5 per \$100 of assessed valuation of the property taxed. The combined overlapping tax rate is further limited, by statute, to \$3.64 per \$100 of assessed valuation in all counties of the State with certain statutory exceptions.

The overlapping tax rate per \$100 of assessed valuation for certain jurisdictions in the County are presented below:

OVERLAPPING PROPERTY TAX RATES (PER \$100 ASSESSED VALUATION)

Fiscal Year Ended June 30,	2000	2001	2002	2003
Average Statewide Rate	\$3.0042	\$3.0339	\$3.0563	\$3.0758
Washoe County	1.2495	1.2495	1.2705	1.3453
City of Reno	0.9076	0.9076	0.9556	.9456
Washoe County School District	1.1385	1.1385	1.1385	1.1385
Special Districts	0.0005	0.0005	0.0005	.0005
State of Nevada	0.1500	0.1500	0.1500	.1500
Total	\$3.4461	\$3.4461	\$3.5151	\$3.5799

The increase in the County's 2003 tax rate includes a \$.06 operating rate increase per \$100 of assessed valuation. The operating rate increase includes 3.5 cents to bridge a projected base budget funding gap, 1.5 cents

to be used for public safety and health, and an additional 1 cent to offset a reduction by the cities for annual payments to operate the regional jail facility and criminal justice. This marks the first county operating rate increase in six years and is needed to meet expanded service requirements of a growing population and a slowing growth rate in property and consolidated tax revenues.

Reno and Sparks are the center of a retail trade area that extends 300 miles eastward to Elko and Eureka, Nevada; 274 miles south to Goldfield, Nevada, Bishop and other Inyo County points in California; 100 miles west and northwest to Quincy, Westwood, Susanville, Truckee, Donner Summit and Lake Tahoe areas of California, and north 247 miles to Lakeview, Oregon. Taxable sales in Washoe County for fiscal year 2002 increased over the prior fiscal year by 1%.

TAXABLE SALES

Fiscal Year Ended June 30,	Washoe County Total	Percent Change	State Total	Percent Change
1999	\$4,679,515,860	7%	\$28,168,256,500	10%
2000	4,957,234,787	6%	29,988,388,607	6%
2001	5,194,146,044	5%	31,715,361,399	6%
2002	5,247,966,576	1%	31,785,789,943	.2%

Consolidated taxes, which consist primarily of sales taxes, are the second greatest revenue source for the County. County consolidated tax revenues were:

2000 (Actual) - \$71,825,215 - 10% increase
 2001 (Actual) - \$74,971,676 - 4% increase
 2002 (Actual) - \$76,632,121 - 2% increase
 2003 (Budgeted) - \$80,050,764 - 4% increase

The rate of increase in taxable sales has decreased with a corresponding decrease in consolidated taxes. The declining sales tax increase was offset by increased government services tax, also a component of consolidated taxes.

The following table indicates the annual average number of persons employed, by type of employment, in non-agricultural industrial employment in Washoe County:

ESTABLISHMENT BASED INDUSTRIAL EMPLOYMENT (Estimates in 000's)

Calendar Year (Average)	1999	2000	2001	2002
Total All Industries	187.8	195.9	197.1	199.1
Mining	0.5	0.4	0.4	0.4
Construction	14.1	14.8	15.4	16.6
Manufacturing	13.4	14.0	14.7	14.6
Transportation and Public Utilities	12.1	13.0	12.6	12.4
Trade – Retail and Wholesale	42.6	44.8	43.6	44.5
Finance, Insurance and Real Estate	8.1	8.2	9.0	9.4
Hotel, Gaming and Recreation	32.3	33.0	33.0	33.8
Other Service Industries	40.9	43.3	43.3	44.1
Government	23.8	24.4	25.1	23.3

Average calendar year employment increased 1% over the prior year. Declines in manufacturing and transportation sectors reflected the slowing economy and the results of September 11 terrorist attacks. Construction remains strong, but the growth rate is beginning to slow.

In June, unemployment in Washoe County was 4.8%. The state and national unemployment rates were 5.8% and 6.0%, respectively. For several years, Washoe County has maintained the lowest jobless rate in the State.

Gaming, tourism and feeder services remain the predominant industries in Washoe County. Gaming revenues are not a significant source of county revenues, as they are primarily allocated to the State; however, they are an important indicator of economic health. Gaming activity for the last four years follows:

Fiscal Year Ended June 30,	Gross Taxable Gaming Revenue		% Change Washoe County	State Gaming Collection		% Change Washoe County
	State	Washoe County		State	Washoe County	
1999	8,134,422,326	1,032,380,849	3%	637,906,911	77,791,898	2%
2000	9,031,804,732	1,111,327,004	8%	707,610,138	84,633,702	9%
2001	9,216,919,478	1,110,531,636	-1%	727,104,498	82,382,645	-3%
2002	9,081,873,218	1,043,068,886	-6%	711,578,089	78,934,147	-5%

While compounded by a decline in tourist travel, the greatest impact to Nevada gaming comes from the proliferation of gaming in other states. California, a major market for Washoe County, has approved gambling contracts with approximately 60 of the State's Indian tribes. Local response has been to increase emphasis on special events and to concentrate on the area's natural attractions including Lake Tahoe and Pyramid Lake and outdoor activities such as biking and skiing. The Sierra Nevada mountains feature alpine and nordic skiing at 18 major resorts, all within an hour's drive from Reno. The Tahoe Rim Trail, a 150-mile path circling the Tahoe Basin, was recognized nationally as one of the 50 Millennium Legacy Trails, for its ability to preserve open spaces, interpret history and encourage recreation.

The area is home to Hot August Nights, recognized as the top classic-car event in the nation, the Great Reno Balloon Races, Reno Rodeo, National Championship Air Races, and the West Coast Wine Competition. The area is also host to the American Bowling Congress and Women's International Bowling Congress on alternate years and the Reno-Tahoe Open, a Professional Golf Association (PGA) sanctioned tournament.

While room taxes are not a significant part of county revenues, they fund the Reno-Sparks Convention & Visitor Authority's (RSCVA) marketing efforts and are an indicator of the region's economic health. The RSCVA is aggressively pursuing conventions, business meetings and trade shows and has completed a \$105 million expansion of their convention facilities to attract more and larger groups.

A record of the general room tax collections for the County is presented in the following table:

GROSS ROOM TAX COLLECTIONS

Fiscal Year Ended June 30,	Revenue	Percent Change
1999	\$17,137,668	-2%
2000	18,527,709	8%
2001	18,737,762	1%
2002	17,550,841	-6%

Total cash occupied room nights decreased from 4,926,899 room nights in 2000-01 to 4,611,512 room nights in 2001-02. This decrease represents a -6.4% change from the prior year. Overall occupancy percentages decreased from 72.0% in 2000-01 to 69.4% in 2001-02. Paid room rates decreased from \$57.32 for fiscal year 2000-01 to \$56.81 for fiscal year 2001-02 or -.09%.

The decrease is attributed to increased gaming competition from neighboring states, a lack of convention activity, including major bowling tournaments, and lingering effects of September 11.

MAJOR INITIATIVES

The Board identified the following broad categories as key issues to be addressed over a two year period:

- Managing growth, preserving open space and land use planning;
- Cost of government, consolidation of services, and fiscal equity; and
- Strengthening communities and neighborhoods.

The following actions were in response to those policy directives:

Managing growth, preserving open space and land use planning

- The Regional Plan is being updated. The Plan is the overall planning guide for the region and the County and Cities are required to follow its policies. The Board's input to the Plan includes policies regarding the preservation of the character of existing communities; providing certainty and stability in plans and decision processes; preservation of open space and the protection of natural resources, among others. The one common denominator that all three local governments seem to agree on is the importance of open space preservation. The development of a regional system of open spaces, linked by greenways and trails, very well could be the one united theme that will spring from the update. Outstanding issues include annexation and spheres of influence, which are being mediated in District Court.
- The County is participating with Douglas, Carson and Lyon Counties in a Joint Open Space Acquisition Program under the Southern Nevada Public Lands Management Act. A joint set of priorities will enhance northern Nevada's position in the competitive prioritization process and will provide an integrated open space system in the north. Lands under consideration for acquisition include the 2000 acre Casey Ranch in Washoe Valley and 427 acres in the Hunter Creek area.
- The Board established the first Quality of Life Compact with Truckee Meadows Tomorrow, creating a public/private partnership and adopting an action plan with the goal of improving the natural environment. Specific goals of the action plan and examples of action taken include:
 - Goal: Reduce Vehicle Trips
 - ✓ New county vehicles propelled by acceptable alternative fuel sources; and
 - ✓ Increased use of county website (www.co.washoe.nv.us) to provide information and services.
 - Goal: Water Conservation/Quality
 - ✓ Implementation of a toilet rebate program; and
 - ✓ Reuse treated effluent water for irrigation. Currently used by several area golf courses.
 - Goal: Energy Conservation
 - ✓ Implement a \$1.7 million energy conservation plan designed to pay for itself in seven years by using more efficient lighting in county buildings, among other actions; and
 - ✓ Temperatures in county buildings are set to 69 degrees in winter and 75 degrees in summer.
- The Truckee River Flood Project consists of a community coalition brought together to work with the Cities and County in creating a regional flood management plan to protect the community against flooding. The

Army Corp of Engineers has agreed to work with the coalition to develop a plan that is acceptable to the community. The flood planning effort consists of the following five phases:

Phase 1 – Develop the community coalition concept for flood protection (*complete*);

Phase 2 – Refine and evaluate flood protection alternatives, complete environmental impact study and feasibility study (*in process*);

Phase 3 – Congressional authorization for project;

Phase 4 – Congressional funding approval and local funding match; and

Phase 5 – Construction.

The primary local funding source for the project is a 1/8-cent sales tax imposed in 1999.

Cost of government, consolidation of services, and fiscal equity

- In response to an anticipated downturn in the local economy, as a result of September 11 and the slowing national economy, as well as a slowing of the growth rate of key county revenues, various economic conservation measures were enacted. They included:
 - ✓ A hiring deferral that delayed replacement of staff vacancies except for certain identified child protective services, judicial and public safety positions;
 - ✓ A reduction of county-wide nonessential purchases, through the end of the current fiscal year; and
 - ✓ The deferral and cancellation of certain capital projects.
- An agreement was reached between Reno and the County for future construction of a joint facility for the Reno Municipal Court and the Washoe County District Attorney, which includes the Family Court. The project is a result of a recommendation from a citizen's Justice Facilities Task Force. This project will reduce construction costs for both entities, provide greater convenience to citizens and reduce future operating costs for prisoner transport.
- The County is moving forward with its Enterprise Resource Planning System implementation, which will integrate 28 diverse systems into a single system. By integrating back office functions, such as accounting, budgeting, payroll and purchasing, the system will provide stronger tools to analyze information, re-engineer processes across departments and provide efficiencies for users and county customers.
- The County is evaluating the following services for opportunities of functional regional consolidation:
 - ✓ Law enforcement; parks planning, central reservations and maintenance; and road and street maintenance and snow removal.
 - ✓ The County and Cities reached agreement on regionalizing animal control services. Elements of the agreement include a regional animal control shelter to be funded by a voter-approved bond. If voters approve regionalizing the service, beginning in fiscal year 2003-04, all three entities will reduce individual operating rates with respect to animal control services, resulting in no increase for Reno and Sparks for providing this service.

Strengthening communities and neighborhoods

- The \$18 million Regional Public Safety Training Center opened in February. Law enforcement and fire personnel from throughout the region will train at the site, making use of state of the art facilities which includes a seven-story burn building. It is projected that there will be \$400,000 annual savings in training and related travel costs by using the regional facility.

- Planning for the next phase of jail expansion is underway to address the expanding jail population which has increased over 18% in the last two years. The increase reflects both a growth in population and longer jail terms. The expansion will be funded with a 1.5 cent operating tax increase.
- The integration of child welfare systems was effective April 1, when the County became fully responsible for custody and permanent placement of abused and neglected children. Previously, immediate care was provided by the County, but if long-term services were required, custody shifted to the State. These shifts could be disruptive and not in the best interest of the child. Total integration will be accomplished in three phases: Phase I began in April when the County ceased transferring new cases to the State. Phase II will occur on January 6, 2003, when all children will be placed in County custody and Phase III, beginning July 1, 2003 will enable hiring additional staff to maintain a ratio of one social worker to every 28 children.
- An Emergency Management Planning Council was implemented to heighten County emergency preparedness and to plan for emergency management funding. Collaborative funding efforts with the Cities of Reno and Sparks are underway for facility security measures and technology upgrades for the 800Mhz regional emergency radio system, among others.
- The Sheriff's Office added an Internet Crimes Against Children Task Force. The program is grant funded and targets individuals who produce, manufacture and distribute child pornography via the internet.

Legislative Program:

The County is gearing up for the 2003 biennial legislative session. Identified bill draft requests that may have a fiscal impact on the County include:

- Legislation enabling incorporated towns;
- Legislation enacting a revised elected official salary bill;
- Continuing state support for the child welfare integration plan;
- State revenue, stabilization and deficit reduction reform plans;
- Property tax reform; and
- Fuel tax indexing and distribution changes.

Federal legislative priorities include regional water projects, open space acquisition and management and public land transfers, highway and transit services improvements and homeland security.

Additionally, November ballot questions include:

- Voter approval for issuance by Washoe County of up to \$10.8 million in general obligation bonds for a regional animal shelter project;
- Voter approval for issuance by the City of Reno of up to \$40 million in general obligation bonds for various arts and recreational projects; and
- Voter approval for issuance of Washoe County School District bonds, to the extent that they do not increase the existing property tax debt rate.

FINANCIAL PLANS

The budget serves as the County's financial plan. Significant variations to the June 30, 2002 budget are discussed in Management's Discussion and Analysis. Compliance with budget and other statutory issues are addressed in Note 2 to the financial statements.

In addition to the budget reduction measures previously discussed, for the 2001/02 fiscal year, it was necessary to reduce the 2002/03 budget \$7 million from base budget requirements. These reductions impacted every

function, with the greatest reductions occurring in General Government and Public Safety functions, where each incurred \$2.1 million in budget cuts. Impacts of the budget cuts include:

- Continuation of hiring deferrals;
- Level of spending on infrastructure preservation reduced;
- Decrease in staff professional development; and
- Delay for one year of the personal computer refresh schedule.

The Board authorized an increase in operating property tax rates applied as follows:

- 3.5 cents to base budget deficit;
- 1.5 cents for public safety and health needs; and
- 1 cent to offset the reduction in annual payments from the Cities of Reno and Sparks for regional jail facility operations.

The Board also identified the following priorities for the 2002/03 fiscal year budget:

- The Truckee River
 - ✓ Flood management
- Growth Management and Land Use Planning
 - ✓ Land acquisition for open space
 - ✓ Road maintenance projects
- Regional Service Consolidation
 - ✓ Ongoing efforts
- Historic Preservation
 - ✓ Galena Historic School
 - ✓ Planned historic preservation committee
- Transportation Planning and Improvements
 - ✓ Road maintenance projects
 - ✓ Municipal Court/District Attorney joint facility

The challenge of slowing revenue growth and increasing costs and demand for services from a growing population has been met by an adopted budget that is as lean as possible while minimizing the impact on taxpayers and maintaining services.

RISK MANAGEMENT

Risk Management is divided into two functional areas: Risk Management and Health Benefits. The Risk Management Fund provides the County with the financial resources to act as its own insurance company. Costs associated with accidents, claims and litigation are funded directly by the County, up to \$1,000,000 with a \$10,000,000 catastrophic loss policy with an outside insurance company. The Health Benefits Fund, created pursuant to NRS 354.6145, was designed to meet the financial needs and responsibilities of the County's employee health insurance program. This program offers two medical plans, the self-funded plan and a health maintenance organization. It also offers dental and vision plans and life insurance benefits. Health insurance benefits are also available to retired county employees under various plans. Note 20 to the financial statements describes more fully the purpose of the funds and stop loss amounts.

CASH MANAGEMENT

Allowable investments for public funds are restricted by state statute (NRS 355.170), but generally include obligations of the United States government, certain federal government agencies and certificates of deposit. The

County utilizes money markets to invest temporarily idle cash. Investments are described in Note 1 (F) to the financial statements.

Entity-wide cash and investments at June 30, 2002 increased \$22 million from the prior year, largely due to unspent bond proceeds issued for construction projects.

Accounting principles generally accepted in the United States of America (GAAP), require that investments be reported at fair market value rather than cost. At June 30, the total amount of investment earnings were \$6 million, which included \$1.3 million of realized gain and \$.3 million of unrealized gain. It is the County's policy to hold investments until maturity, thereby mitigating the impact of unrealized gains and losses.

AWARDS

The Government Finance Officers Association of the United States and Canada (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to Washoe County for its comprehensive annual financial report for the fiscal year ended June 30, 2001.

The Certificate of Achievement is the highest form of recognition in the area of governmental accounting and financial reporting. In order to be awarded a Certificate of Achievement, the County's CAFR must be found to be clear, concise and prepared in accordance to the highest standards of financial accountability. This CAFR was among the first in the nation to be prepared in accordance with Governmental Accounting Standards Board Statement No. 34 – *Basic Financial Statements – and Management's Discussion and Analysis – for State and Local Governments*.

A Certificate of Achievement is valid for one year. Washoe County has received a Certificate of Achievement for the last 20 consecutive years. We believe our current report conforms to the Certificate of Achievement program requirements, and are submitting it to GFOA.

ACKNOWLEDGEMENTS

The preparation of this report on a timely basis could not have been accomplished without the efficient and dedicated services of the Comptroller's entire staff. More particularly, the accounting staff supervised by Patricia Gonzales, C.P.A., Chief Deputy Comptroller, and comprised of Bob Sherrod, Sarah Dukatz, Mayla Kent, C.P.A., Russell Limprecht, Darlene Hale, C.P.A., and Marilyn Urbani, Accountants, and Sandra Black, Administrative Secretary Supervisor. Thanks also to the Reprographics Department for their efforts and expertise in producing this document, the Community Relations Department and Valerie Clark Photography for their wonderful contribution of photographs, and to the staff from Kafoury, Armstrong & Co., Certified Public Accountants, for their contribution and support. Special thanks to County Manager, Katy Singlaub; Finance Director, John Sherman and the Board of County Commissioners for their interest and support in the planning and conducting of the financial operations of the County in a responsible and progressive manner.

Respectfully submitted,

Katherine L. Garcia, C.P.A., C.P.F.O.
Comptroller

WASHOE COUNTY BOARD OF COMMISSIONERS



PETE SFERRAZZA,
District Three
Chairman



JOANNE BOND,
District Five
Vice Chairman



JIM GALLOWAY,
District One



TED SHORT,
District Two



JIM SHAW,
District Four

Washoe County Vision Statement:

Our vision is to meet or exceed the expectations of our citizens that Washoe County will remain a compelling place in which to live, work, visit and invest through our mission of providing:

- Excellent regional services,
- Open, informed decision-making,
- Valued staff that is accessible and accountable,
- Quality, sustainable facilities and infrastructure, and
- Responsible growth management.

Board Priorities:

- Regional Public Safety Projects,
- Facility, Infrastructure and Open Space Planning and Implementation
- Customer service improvement,
- Consolidations and shared services,
- 2001 Legislative session preparation,
- Productivity management, and
- Sustained regional economic prosperity.

Washoe County Organizational Value Statement:

We Value. . . .

Quality Public Service
People
Integrity
Progressive Thought

Teamwork
Communication
Professionalism



WASHOE COUNTY, NEVADA
LISTING OF COUNTY OFFICIALS
AS OF JUNE 30, 2002

ELECTED OFFICIALS

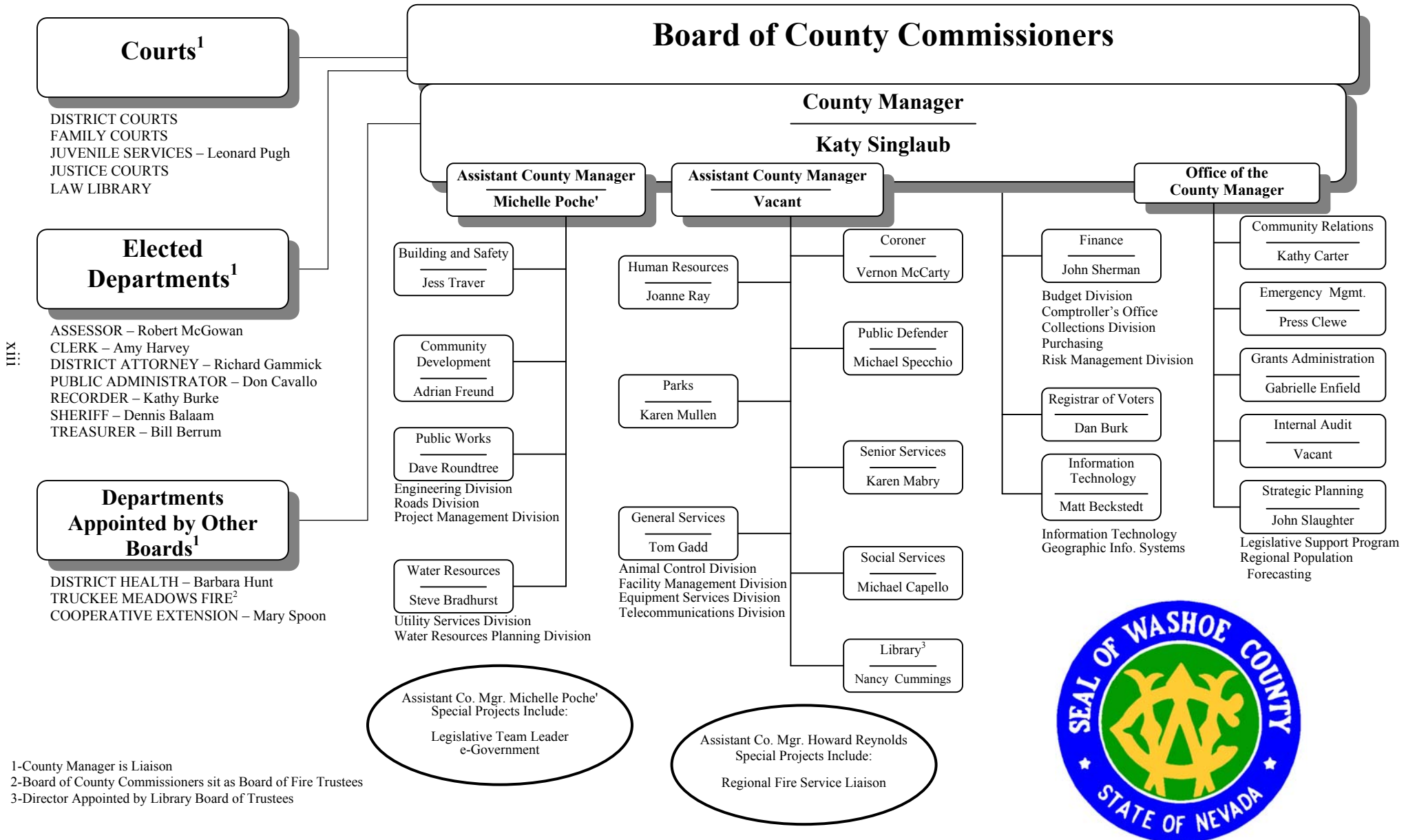
	First Elected	*Term Ends	
District 3: Chairman, Board of County Commissioners	1999	2003	Pete Sferrazza
District 5: Vice Chairman, Board of County Commissioners	1999	2003	Joanne Bond
District 1: Commissioner	2001	2005	Jim Galloway
District 2: Commissioner	1999	2003	Ted Short
District 4: Board of County Commissioners	2001	2005	Jim Shaw
County Clerk	1999	2003	Amy Harvey
County Recorder	1998	2003	Kathryn L. Burke
County Assessor	1982	2003	Robert McGowan
County Treasurer	1998	2003	Bill Berrum
District Attorney	1994	2003	Richard A. Gammick
Public Administrator	1998	2003	Donald L. Cavallo
Sheriff	2000	2003	Dennis Balaam

*Term expires first Monday in January of the year indicated

APPOINTED OFFICIALS

County Manager	Katy Singlaub
Assistant County Manager	Vacant
Assistant County Manager	Michelle Poche
Comptroller	Katherine Garcia
County Coroner	Vernon McCarty
Director of Building and Safety	Jess Traver
Director of Cooperative Extension	Richard Post
Director of Community Development	Robert Sellman
Director of Finance	John Sherman
Director of General Services	Clayton T. Gadd
Director of Human Resources	Joanne Ray
Director of Law Library	Sandra Marz
Director of Library	Nancy Cummings
Director of Information Technology	Matthew Beckstedt
Director of Parks and Recreation	Karen Mullen
Director of Juvenile Services	Leonard Pugh
Director of Public Works	David Roundtree
Director of Purchasing	John Balentine
Director of Senior Services	Karen Mabry
Director of Social Services	Mike Capello
Director of Water Resources	Steven Bradhurst
District Health Officer	Barbara Hunt
Registrar of Voters	Daniel Burk
Public Defender	Michael R. Specchio

Washoe County, Nevada Organization Chart



Certificate of Achievement for Excellence in Financial Reporting

Presented to

Washoe County,
Nevada

For its Comprehensive Annual
Financial Report
for the Fiscal Year Ended
June 30, 2001

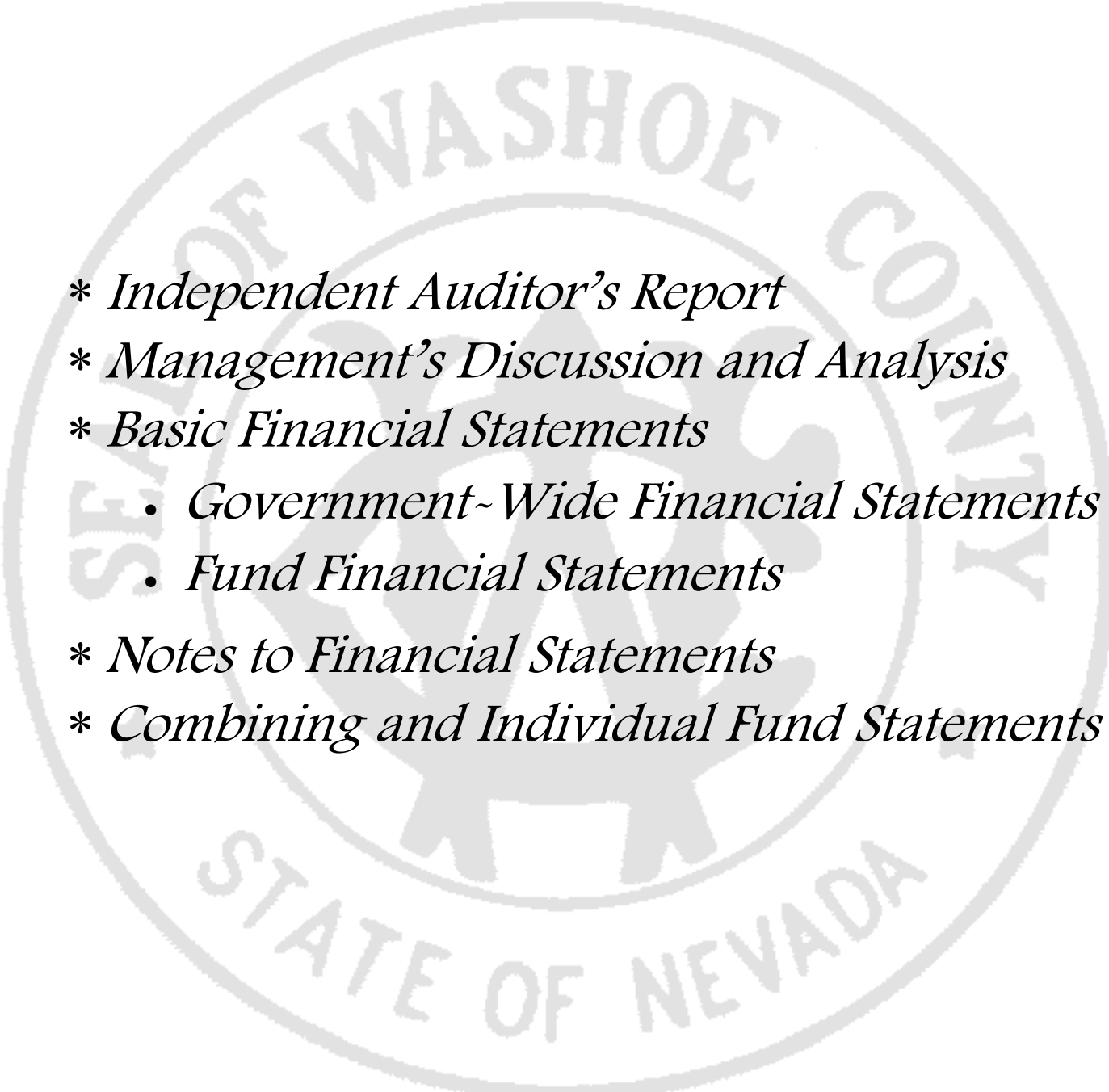
A Certificate of Achievement for Excellence in Financial Reporting is presented by the Government Finance Officers Association of the United States and Canada to government units and public employee retirement systems whose comprehensive annual financial reports (CAFRs) achieve the highest standards in government accounting and financial reporting.



Timothy D. Howe
President

Jeffrey L. Esser
Executive Director

FINANCIAL SECTION

- 
- * *Independent Auditor's Report*
 - * *Management's Discussion and Analysis*
 - * *Basic Financial Statements*
 - *Government-Wide Financial Statements*
 - *Fund Financial Statements*
 - * *Notes to Financial Statements*
 - * *Combining and Individual Fund Statements*



Truckee River

KAFOURY, ARMSTRONG & CO.
A PROFESSIONAL CORPORATION
CERTIFIED PUBLIC ACCOUNTANTS

Independent Auditor's Report

To the Honorable Board of Commissioners of
Washoe County, Nevada

We have audited the accompanying financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of Washoe County, Nevada, as of and for the year ended June 30, 2002, which collectively comprise the County's basic financial statements as listed in the table of contents. These financial statements are the responsibility of the management of Washoe County. Our responsibility is to express opinions on these financial statements based on our audit.

We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinions.

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of Washoe County, Nevada, as of June 30, 2002, and the respective changes in financial position and cash flows, where applicable, thereof and the respective budgetary comparison for the General Fund and the Pre-Funded Retiree Health Benefits Fund for the year then ended in conformity with accounting principles generally accepted in the United States of America.

In accordance with *Government Auditing Standards*, we have also issued a report dated October 2, 2002 on our consideration of Washoe County's internal control over financial reporting and our tests of its compliance with certain provisions of laws, regulations, contracts and grants. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* and should be read in conjunction with this report in considering the results of our audit.

Management's Discussion and Analysis is not a required part of the basic financial statements but is supplementary information required by the Governmental Accounting Standards Board. We have applied certain limited procedures, which consisted principally of inquiries of management regarding the methods of measurement and presentation of the required supplementary information. However, we did not audit the information and express no opinion on it.

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the County's basic financial statements. The accompanying nonmajor combining and individual fund statements and schedules and the Schedule of Expenditures of Federal Awards (as required by U.S. Office of Management and Budget Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*) are presented for purposes of additional analysis and are not a required part of the basic financial statements. The nonmajor combining and individual fund statements and schedules and the Schedule of Expenditures of Federal Awards have been subjected to the auditing procedures applied in the audit of the basic financial statements and, in our opinion, are fairly stated in all material respects in relation to the basic financial statements taken as a whole. The Introductory Section and Statistical Section have not been subjected to the auditing procedures applied in the audit of the basic financial statements. Accordingly, we express no opinion on them.

Kafoury, Armstrong & Co.

Reno, Nevada
October 2, 2002

**WASHOE COUNTY
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2002**

Washoe County's discussion and analysis is designed to, (a) assist the reader in focusing on significant financial issues, (b) provide an overview of the County's financial activities, (c) identify changes in the County's financial position (its ability to address the next and subsequent years challenges), (d) identify any material deviations from the financial plan (the approved budget), and (e) identify individual fund issues or concerns.

We encourage readers to read this information in conjunction with the transmittal letter, financial statements and notes to gain a more complete picture of the information presented.

Financial Highlights

- ◆ The auditor's report offers an unqualified opinion on the financial statements, the highest opinion that can be attained.
- ◆ Cash and investments of \$202.3 million are available to meet current liabilities of \$47.6 million. This is a conservative measure of the assets available to pay current obligations. The County's ratio is 4.25, meaning that the County has slightly more than 4 times unrestricted cash on hand to meet its current obligations. Last year's ratio was 3.92.
- ◆ Net capital assets increased \$77.6 million to \$448.4 million, an increase of 20.9%. The increase includes acquisitions of \$90.1 million and is offset by county-wide depreciation expense of \$14.6 million.
- ◆ County-wide debt increased \$26 million to \$188.9 million. New debt of \$38.6 million was issued, offset by \$11.5 million in principal payments. Outstanding debt is \$670 million below the legal debt margin.
- ◆ Net assets increased \$69.3 million to \$460.7 million. The County's investment in capital assets exceeds related debt by \$326.3 million.
- ◆ Unrestricted net assets decreased from \$64.3 million in the prior year to \$63.6 million in the current year. Of that amount, the Board has identified all but \$1.6 million as a resource to fund 2002-03 fiscal year operations in governmental activities. While not a legal restriction, it represents management's plans and does not generally change materially during the course of the year. Business-type unrestricted net assets are generally not available to fund other operations.
- ◆ Total revenue increased 15% to \$374.3 million: operating and capital grants, contributions and interest account for 74% of that increase and these revenues may not recur from year to year.
- ◆ The County's primary revenue sources are ad valorem taxes and consolidated taxes. These two revenue sources comprise 33% and 20%, respectively, of total revenues. These revenues increased 6% and 2% respectively, over the prior year reflecting corresponding increases in assessed valuation and county-wide taxable sales.
- ◆ The County's total expenses were \$305 million. The largest functions are public safety, general government, and judicial. Together these functions comprise 61% of expenses. Business-type activities contributed \$22.1 million or 7% to total expenses.
- ◆ Current year revenues, net of capital grants, interest and contributions, exceeded expenses by \$4.7 million. This indicates that current year operations did not rely on debt or reserves to provide necessary services.
- ◆ County-wide expenses, net of depreciation and inclusive of principal payments approximates noncapital cash disbursements of \$302 million. Total current year debt service of \$19.6 million comprised approximately 6.3 cents of every dollar of noncapital expenditures made by the County.

WASHOE COUNTY
MANAGEMENT'S DISCUSSION AND ANALYSIS
FISCAL YEAR ENDED JUNE 30, 2002
(CONTINUED)

Government-wide Financial Statements

Government-wide financial statements are designed to provide an overview of the County's financial position by governmental and business-type activities, as well as the government as a whole. The Statement of Net Assets combines and consolidates all of the County's current financial resources (short-term spendable resources) with capital assets and long term obligations, distinguishing between governmental and business-type activities. The end result is net assets which are segregated into three components: invested in capital assets, net of related debt; restricted and unrestricted net assets.

The Statement of Activities is focused on both the gross and net cost of governmental and business-type activities. Program revenues which directly offset costs of specific functions are allocated to those functions, resulting in the net expenses for governmental and business-type activities. The County's general revenues offset remaining costs resulting in the annual increase or decrease in net assets. This statement is intended to summarize the user's analysis of the net cost of various governmental services that are supported by general revenues.

Governmental activities reflect the County's basic services on a functional basis. Departments included within those functions are identified in the fund financial statements. Ad valorem, consolidated taxes and other identified general revenues support the majority of these services. Business-type activities reflect enterprise operations where a fee for service typically funds all or most of the cost of operations, including depreciation.

Fund Financial Statements

The focus of fund financial statements is on Major Funds, rather than fund types.

Major funds, defined by specific criteria, are presented individually and combined with other governmental funds. These funds are presented on a sources and uses of available spendable resources basis. This is the manner in which the financial plan (the budget) is typically developed. The flow of spendable resources provides information regarding the short-term resources available to fund the County's operations.

The governmental fund financial statements correspond to the governmental activities column in the government-wide statements. The focus of the government-wide statements, however, is on a longer term basis. A reconciliation is provided that identifies additional assets, liabilities and financial activities that are included at the government-wide level, to provide a more comprehensive picture of the County's financial position.

Proprietary fund financial statements provide information on the same basis as the government-wide statements. Greater detail is provided identifying major proprietary funds and reflecting internal service fund activity at the fund level. Because internal service fund operations primarily benefit governmental funds, they are included in the governmental fund activities column.

Fiduciary funds account for resources held for other governments or individuals outside of the County. As their resources do not support County activities, they are not included in the government-wide statements.

Notes to the Financial Statements

The notes provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements.

Other

Supplementary information, including individual fund statements and schedules providing budget to actual comparisons, are presented after government-wide financial statements. These schedules test

**WASHOE COUNTY
MANAGEMENT'S DISCUSSION AND ANALYSIS
FISCAL YEAR ENDED JUNE 30, 2002
(CONTINUED)**

compliance with budgetary constraints and management directives to enhance accountability at the fund and function level.

Statistical information is provided on a ten-year basis, as available, for trend and historical analysis.

Government-wide Financial Analysis

Net assets are a useful indicator of a government's financial position. In order to enhance analysis, comparative information follows:

WASHOE COUNTY NET ASSETS*

	Governmental Activities		Business-type Activities		Total	
Assets	2002	2001	2002	2001	2002	2001
Current and other assets	\$ 218,304,802	\$ 206,873,263	\$ 40,413,606	\$ 28,907,974	\$ 258,718,408	\$ 235,781,237
Net capital assets	290,219,354	242,823,215	158,199,164	127,995,397	448,418,518	370,818,612
Total Assets	<u>\$ 508,524,156</u>	<u>\$ 449,696,478</u>	<u>\$ 198,612,770</u>	<u>\$ 156,903,371</u>	<u>\$ 707,136,926</u>	<u>\$ 606,599,849</u>
Liabilities						
Current liabilities	\$ 41,439,710	\$ 41,519,593	\$ 8,310,364	\$ 5,655,581	\$ 49,750,074	\$ 47,175,174
Long-term liabilities	163,160,815	151,705,581	33,491,225	16,323,000	196,652,040	168,028,581
Total Liabilities	<u>204,600,525</u>	<u>193,225,174</u>	<u>41,801,589</u>	<u>21,978,581</u>	<u>246,402,114</u>	<u>215,203,755</u>
Net Assets						
Invested in capital assets, net of related debt	194,221,452	161,028,446	132,098,790	111,374,284	326,320,242	272,402,730
Restricted	67,168,891	50,741,944	3,613,518	3,951,811	70,782,409	54,693,755
Unrestricted	42,533,288	44,700,914	21,098,875	19,598,695	63,632,163	64,299,609
Total Net Assets	<u>\$ 303,923,631</u>	<u>\$ 256,471,304</u>	<u>\$ 156,811,183</u>	<u>\$ 134,924,790</u>	<u>\$ 460,734,814</u>	<u>\$ 391,396,094</u>

*For more detailed information see the Government-wide Statement of Net Assets and Notes to the Financial Statements.

Net Assets: The County's assets exceeded liabilities by \$460.7 million at June 30, 2002. The largest portion of net assets (71%) reflects its investment in capital assets (e.g., land, buildings, equipment and construction in progress) less any related debt used to acquire those assets that is still outstanding. Washoe County uses these capital assets to provide services to citizens, therefore, they are not available for future spending. Although the investment in capital assets is reported net of related debt, the resources needed to repay this debt must be provided from other sources, since capital assets cannot be used to liquidate these liabilities.

An additional portion of Washoe County's net assets (15%) represents resources that are subject to external restrictions (statutory, bond covenants, or granting agency) on how they may be used. The remaining balance of unrestricted net assets of \$63.6 million may be used to meet the government's ongoing obligations to citizens and creditors. At June 30, 2002, Washoe County had positive balances in all three categories of net assets, both for the government as a whole, as well as for separate governmental and business-type activities.

Governmental activities increased the County's net assets by \$46.7 million, thereby accounting for 68% of the total growth in the net assets of Washoe County. Business-type activities increased the County's

**WASHOE COUNTY
MANAGEMENT'S DISCUSSION AND ANALYSIS
FISCAL YEAR ENDED JUNE 30, 2002
(CONTINUED)**

net assets by \$21.9 million, accounting for 32% of the total growth. These increases were the result of the excess of revenues over expenses. Key elements of the increases are noted on the following table.

WASHOE COUNTY CHANGE IN NET ASSETS

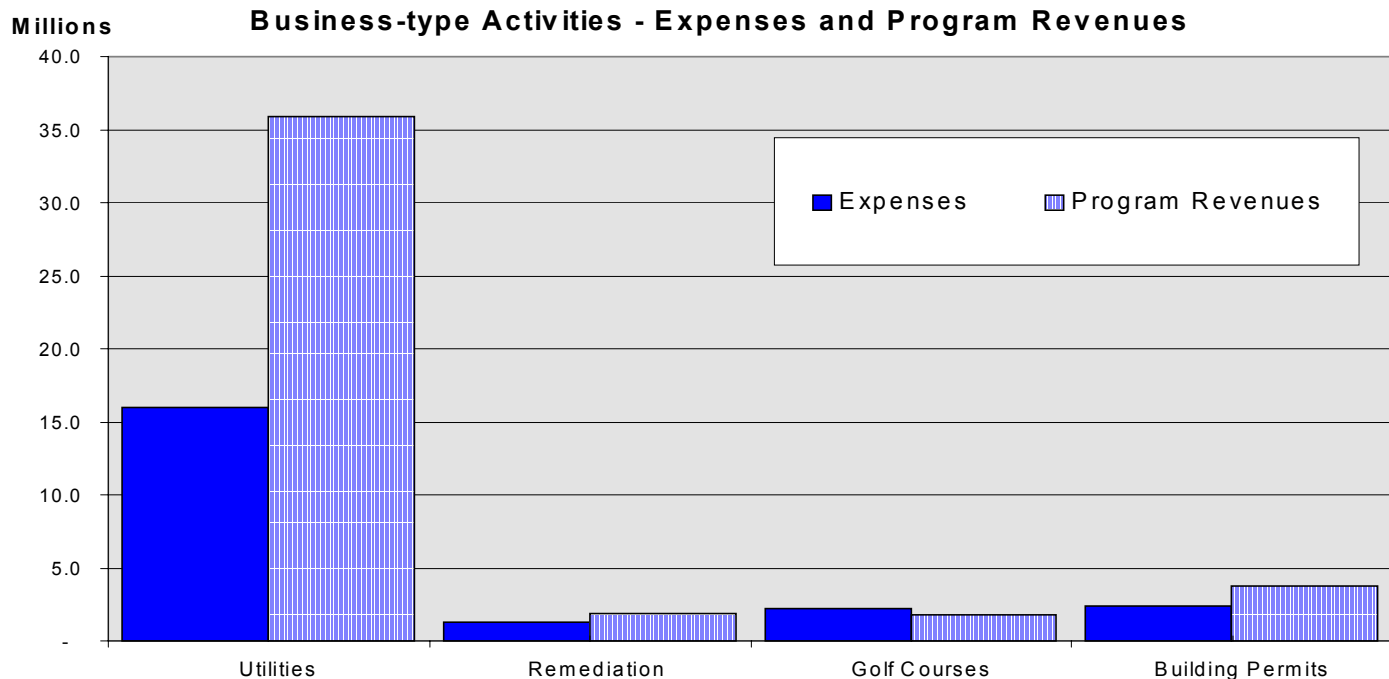
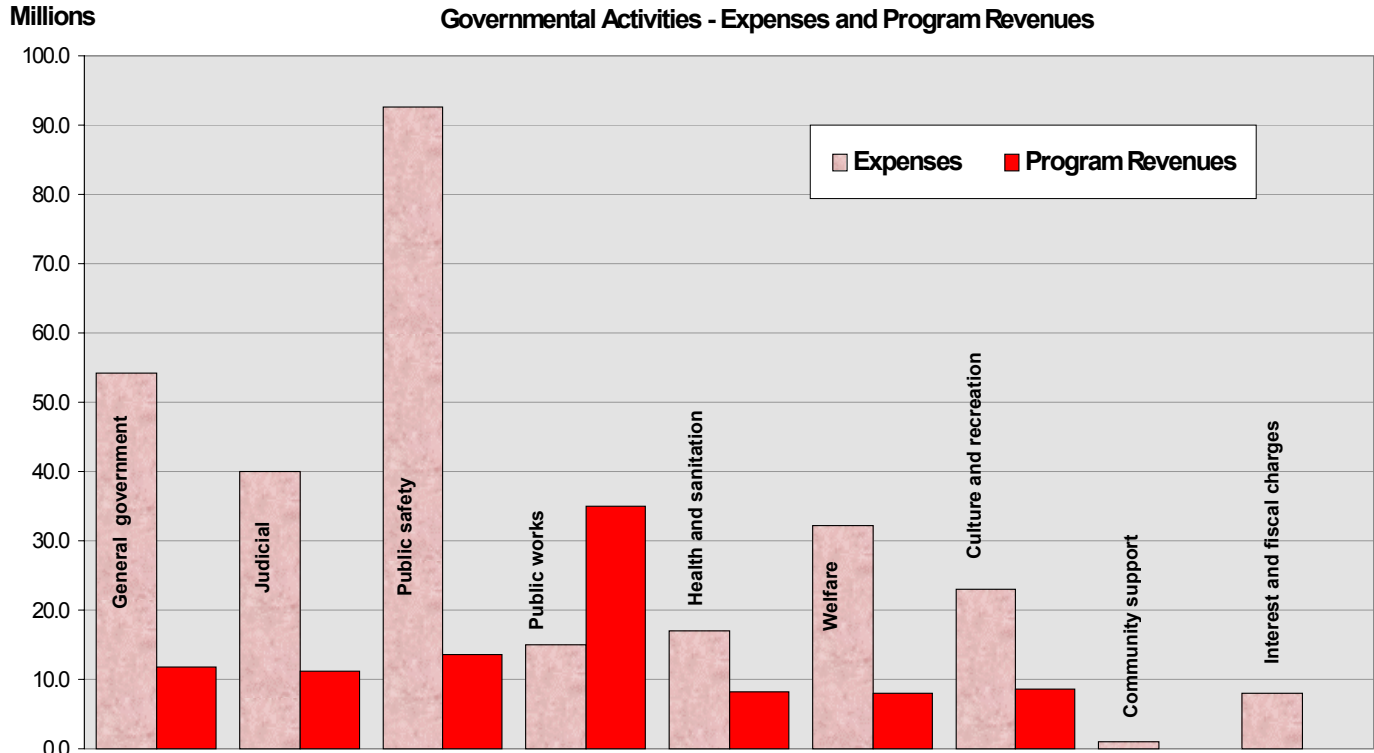
	Governmental Activities		Business-type Activities		Total	
	2002	2001	2002	2001	2002	2001
Revenues:						
Program revenues:						
Charges for services	\$ 28,886,580	\$ 27,801,471	\$ 21,286,572	\$ 16,219,155	\$ 50,173,152	\$ 44,020,626
Operating grants, interest and contributions	25,315,359	19,899,688	266,090	1,574,968	25,581,449	21,474,656
Capital grants, interest and contributions	42,738,762	16,850,188	21,927,424	16,298,409	64,666,186	33,148,597
General revenues:						
Ad valorem taxes	122,071,352	115,099,382	330,335	327,478	122,401,687	115,426,860
Consolidated taxes	76,632,358	74,971,676	-	-	76,632,358	74,971,676
Other taxes	28,083,228	27,379,994	-	-	28,083,228	27,379,994
Unrestricted grants and contributions	1,671,400	1,536,087	-	-	1,671,400	1,536,087
Unrestricted investment earnings	4,094,245	5,960,185	882,070	269,895	4,976,315	6,230,080
Other	180,795	295,798	2,819	(267,427)	183,614	28,371
Total Revenues	329,674,079	289,794,469	44,695,310	34,422,478	374,369,389	324,216,947
Expenses:						
General government	54,356,481	44,007,015	-	-	54,356,481	44,007,015
Judicial	39,704,102	37,557,910	-	-	39,704,102	37,557,910
Public safety	92,592,840	88,968,756	-	-	92,592,840	88,968,756
Public works	15,136,896	17,072,168	-	-	15,136,896	17,072,168
Health and sanitation	16,882,297	15,321,674	-	-	16,882,297	15,321,674
Welfare	32,358,556	28,346,045	-	-	32,358,556	28,346,045
Culture and recreation	23,189,154	19,206,659	-	-	23,189,154	19,206,659
Community support	641,102	751,782	-	-	641,102	751,782
Interest	8,038,073	7,850,303	-	-	8,038,073	7,850,303
Utilities	-	-	16,110,834	14,858,911	16,110,834	14,858,911
Remediation	-	-	1,361,057	1,606,362	1,361,057	1,606,362
Golf courses	-	-	2,226,818	1,966,134	2,226,818	1,966,134
Toxicology	-	-	-	710,131	-	710,131
Building permits	-	-	2,432,459	-	2,432,459	-
Total expenses	282,899,501	259,082,312	22,131,168	19,141,538	305,030,669	278,223,850
Increase in net assets before transfers	46,774,578	30,712,157	22,564,142	15,280,940	69,338,720	45,993,097
Transfers	677,749	(533,895)	(677,749)	533,895	-	-
Increase in Net Assets	\$ 47,452,327	\$ 30,178,262	\$ 21,886,393	\$ 15,814,835	\$ 69,338,720	\$ 45,993,097

Revenues: Total revenue exceeded prior year revenue by 15%. Total governmental activity revenue rose 14% while total business-type activity revenues rose 30%. General revenues, mainly comprised of various taxes and investment earnings, represent 63% of total revenue. Program revenues are directly related to service activities of a function and include charges for services, grants and contributions, and related investment earnings when restricted for use in programs.

General Revenues: Total general revenues increased 4% from the prior fiscal year.

**WASHOE COUNTY
MANAGEMENT'S DISCUSSION AND ANALYSIS
FISCAL YEAR ENDED JUNE 30, 2002
(CONTINUED)**

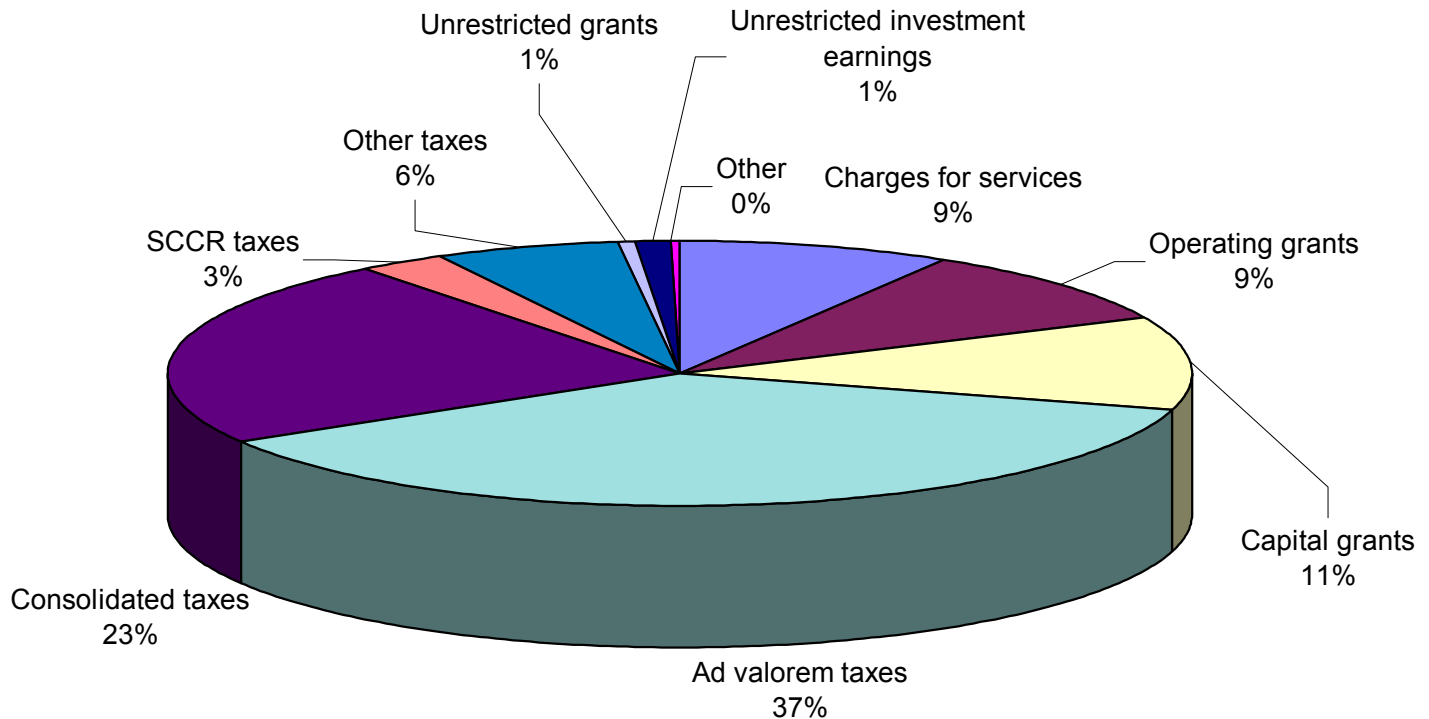
Program Revenues: Total program revenues related to specific functions provided an average of 46% of the resources necessary to pay costs of providing program services. The remaining program costs were financed from general revenues. The graphs on this page demonstrate governmental and business-type program revenue expense coverage on a functional and segment basis.



Business-type activity program revenues provided 197% of the resources to finance the operations. The value of operating and capital contributions for water and sewer infrastructure assets is included in program revenues for the Water Resources Fund and South Truckee Meadows GID. The value of these contributions is 50% of program revenues.

WASHOE COUNTY
MANAGEMENT'S DISCUSSION AND ANALYSIS
FISCAL YEAR ENDED JUNE 30, 2002
(CONTINUED)

Revenues by Sources - Governmental Activities

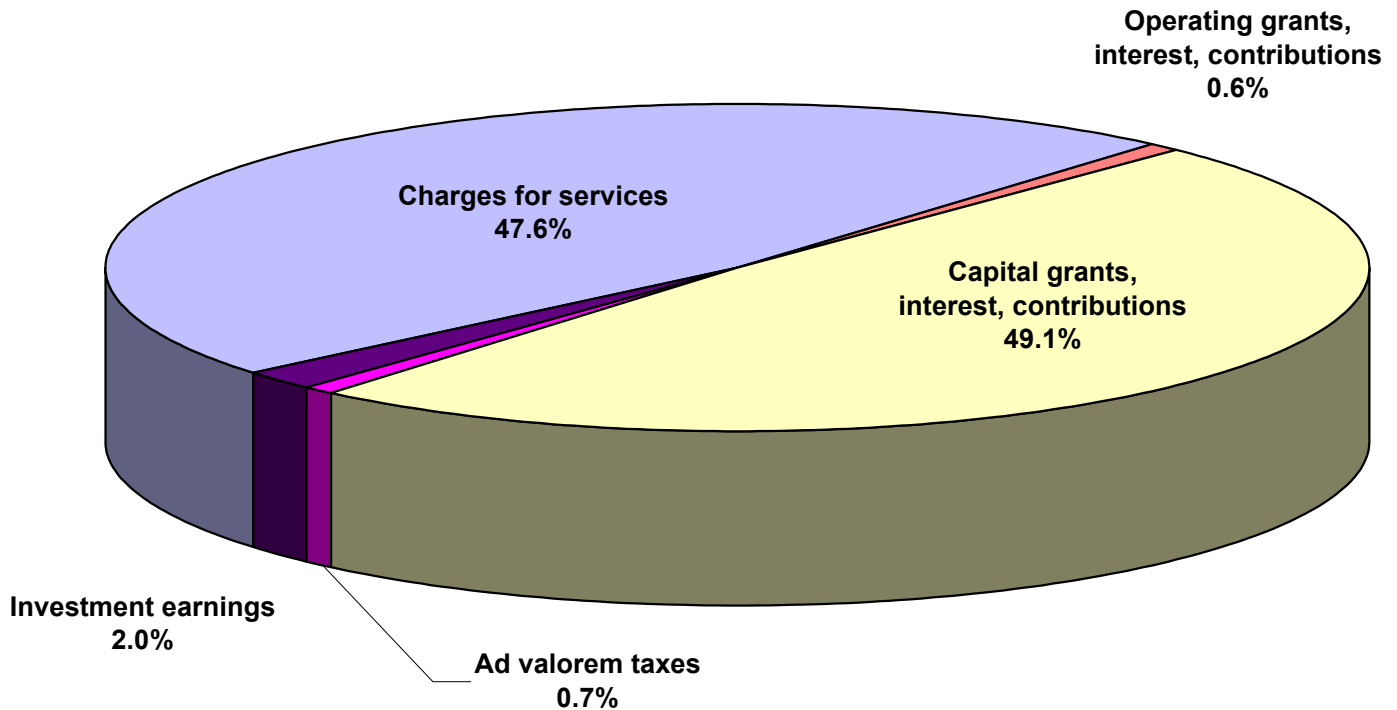


Governmental Activities:

- Operating grants increased \$5.4 million or 27%. The increase included \$1.2 million for child welfare integration, \$832,000 for federal Child Support Enforcement indirect cost reimbursements, \$515,000 for Foster Home Care, and \$484,000 for Medicaid.
- Capital grants, interest and contributions increased \$25.9 million. New revenue included a \$27.9 million donation from the Regional Transportation Commission for completed infrastructure projects in the current year. Also contributing were \$2.3 million from the City of Reno for the Sierra Court building and \$2 million from the State for the Jan Evans Regional Juvenile Justice Center
- The two largest revenue sources for the County are ad valorem taxes and consolidated taxes, which comprise 60% of governmental activity.
- Ad valorem taxes increased 6% from the prior year due to a 5% increase in real property assessed valuations and higher tax collections.
- Consolidated taxes rose 2% due to increased taxable sales.
- Unrestricted grants and contributions increased 9% due to Federal SCAAP/Alien Assistance reimbursements of prior years, expenditures.

WASHOE COUNTY
MANAGEMENT'S DISCUSSION AND ANALYSIS
FISCAL YEAR ENDED JUNE 30, 2002
(CONTINUED)

Revenues by Source - Business-type Activities



Business-type Activities:

- Charges for services increased 31% or \$5.1 million. Building permits in the Building and Safety Fund contributed \$3.8 million to the increase. Building permits were reported as governmental activities in the prior year. Water, reclaimed water and sewer revenues increased 28% due to area growth and rate adjustments.
- Capital contributions increased 35% or \$5.6 million. They consist of contributions from developers in the form of water and sewer lines, other infrastructure dedications and hookup fees.

WASHOE COUNTY EXPENSES BY TYPE

	Governmental Activities		Business-type Activities		Total	
	2002	2001	2002	2001	2002	2001
Salaries and wages	\$ 128,248,746	\$ 122,039,790	\$ 5,616,441	\$ 4,206,618	\$ 133,865,187	\$ 126,246,408
Employee benefits	43,398,157	38,773,011	1,555,498	1,132,869	44,953,655	39,905,880
Services and supplies	93,134,688	81,898,255	9,415,333	8,787,814	102,550,021	90,686,069
Depreciation	10,079,837	8,520,953	4,651,806	4,330,268	14,731,643	12,851,221
Interest/issue costs	8,038,073	7,850,303	892,090	683,969	8,930,163	8,534,272
Total	\$ 282,899,501	\$ 259,082,312	\$ 22,131,168	\$ 19,141,538	\$ 305,030,669	\$ 278,223,850

WASHOE COUNTY
MANAGEMENT'S DISCUSSION AND ANALYSIS
FISCAL YEAR ENDED JUNE 30, 2002
(CONTINUED)

Expenses by Type: Total expenses increased \$26.8 million or 10% over the prior year.

- Salaries and wages comprise 44% of expenses and exceeded the previous year by 6%. This is the result of cost of living allowances(COLA), merit increases, compensated absence increases, and staffing changes. Current year salaries reflect two 2% COLAs effective July 2 and December 31, 2001 for affected associations. The impact of salary increases was mitigated by a hiring deferral implemented in February in response to projected budget shortfalls in fiscal year 2002-03.
- Employee benefits comprise 15% of expenses and average 34% of salaries and wages. They increased 9% overall, reflecting a 17% increase in group and dependent insurance, as well as related salary increases.
- Services and supplies comprise 33% of expenses and increased 13% overall. Details are discussed below under expenses by function.
- Depreciation expense represents the cost of using capital assets over their estimated useful lives. This is the second year that this information is provided and is included in various functions in order to more closely approximate the cost of providing services. More details are provided in Note 8 Capital Assets.
- Interest/issuance cost expense includes interest and other fiscal charges paid on outstanding debt.

Expenses by Function:

The largest functions are General Government, Judicial and Public Safety. Together these functions comprise 66% of expenses.

- Increases to the various functions due to salaries and benefits were discussed in the previous section.
- The increase in general government includes a \$4.5 million transfer of title for Reno-Sparks Convention and Visitors Authority (RSCVA) land to the City of Reno as part of an interlocal agreement for the Reno Bowling Stadium. The land was originally donated to Washoe County pursuant to Nevada Revised Statutes. Also included are \$1.7 million in minor equipment and improvements that did not qualify as capital assets.
- Changes to Public Safety reflect increases in detention and fire safety operations and the transfer to the General Fund of toxicology lab operations, partially offset by the transfer of building and safety operations to an enterprise fund.
- The decrease in Public Works represents less road overlay expenses in the current year.
- The Welfare function increased 14%. The integration of the child welfare system began in the current year. Under the old system, abused and neglected children received services first from Washoe County and later from the State of Nevada, if long-term care were needed. Under integration, the County will have full responsibility for implementing a permanent plan for the child and the shift to state custody is eliminated.
- Culture and Recreation includes a \$933,000 land reconveyance to the Federal government as part of a land exchange. The exchange resulted in 529 acres of land in Spanish Springs Canyon being placed in public domain with the Bureau of Land Management.
- Building permits were transferred from the General Fund to an enterprise fund to account exclusively for revenues and direct and indirect expenses relating to the issuance of building permits, including permit issuance, building inspections and plan examinations.

WASHOE COUNTY
MANAGEMENT'S DISCUSSION AND ANALYSIS
FISCAL YEAR ENDED JUNE 30, 2002
(CONTINUED)

Financial Analysis of Washoe County Major Funds

Washoe County uses fund accounting and budgetary integration to ensure and demonstrate compliance with finance-related legal requirements.

Governmental Funds: The focus of Washoe County's governmental funds is to provide information on current inflows, outflows, and balances of spendable resources. Such information is useful in assessing the County's current funding requirements. In particular, unreserved fund balance serves as a useful measure of net resources available for appropriation at the end of the fiscal year.

As of the current fiscal year, the County's governmental funds reported combined ending fund balances of \$176.2 million, an increase of \$13.9 million over the prior year. Approximately \$151.4 million, or 86% constitutes unreserved fund balance, which is available for appropriation at the County's discretion. Of this amount, \$150.1 million has been designated by the Board as a resource to fund next year's appropriations. The remainder of fund balance is reserved to indicate that it is not available for appropriation because it has already been committed: (1) \$8.2 million to liquidate contracts and purchase orders of the prior period, (2) \$10.4 million for debt service, (3) \$4.4 million for unspent grants, donations and bond proceeds and (4) \$1.6 million for self-insurance claims.

The **General Fund** is the County's primary operating fund. At the end of the current fiscal year, unreserved fund balance of the General Fund was \$27.3 million and total fund balance was \$32 million. As a measure of the General Fund's liquidity, it is useful to compare both unreserved fund balance and total fund balance to total fund expenditures. Unreserved fund balance represents 14% of total fund expenditures while total fund balance represents 16% of expenditures.

The fund balance of the General Fund increased \$3.3 million. Key factors in this change are as follows:

- Revenues of \$221 million increased \$7.1 million or 3% over the prior year, primarily due to increases in taxes and intergovernmental revenues. Together these make up 88% of General Fund revenues.
- Ad valorem tax revenue exceeded prior year revenue by \$4.7 million. The 5% increase in tax revenues over prior year reflects an equal percent increase in real property assessed valuation.
- Intergovernmental revenues increased 3% over fiscal year 2001. Consolidated tax increased \$1.6 million or 2%. Federal payments in lieu of taxes and Federal incarceration charges increased \$455,000 and \$785,000, respectively. Governmental services tax fell \$736,000 as this revenue source is phasing out. Federal and state grant revenues increased \$1.6 million. Major grants include the Federal SCAAP/Alien Assistance and Child Support Enforcement, and State TRPA Incline Village Fairview Tourist grants.
- Expenditures of \$199 million increased \$7.1 million or 4% over the prior year and were 2% under budget. Salaries and wages exceeded the prior year by 4% as a result of cost of living allowances, merit increases, staffing changes and salary adjustments. The total impact of salary increases was mitigated by a hiring deferral implemented in February in response to projected budget shortfalls. Employee benefits exceeded the previous year by 8% due to increases in group and dependent insurance, as well as related salary increases. Personnel costs comprise 71% of expenditures.
- Revenues exceeded expenditures by \$21.8 million. Net transfers out were \$18.5 million. Transfers to other funds support operations, public works projects and debt service.

The **Pre-Funded Retiree Health Benefits Fund** accounts for resources set aside for the payment of future retiree health benefits premiums for eligible employees. The Fund has an unreserved fund balance of \$19.2 million. Transfers of \$3.4 million from the General Fund and investment income provide resources to the fund. Investment earnings were \$834,000. Transfers in will continue to accumulate until they are adequate to meet actuarially determined funding requirements.

WASHOE COUNTY
MANAGEMENT'S DISCUSSION AND ANALYSIS
FISCAL YEAR ENDED JUNE 30, 2002
(CONTINUED)

The **Special Assessment Debt Service Fund** has a reserved fund balance of \$1.5 million, which is 4 times greater than the 2002/03 debt service requirement. A \$329,000 decrease in fund balance during the current year is primarily due to bonds called in SAD No. 21 Cold Springs and refunds to property owners in various districts.

The **Park Construction Tax Fund** accounts for residential construction taxes and related investment earnings that are legally restricted for the improvement, expansion and acquisition of new and existing parks. It also accounts for park capital projects and resources derived from bond issues. The Fund has a total reserved fund balance of \$18.9 million. Fund balance decreased \$1.8 million from the prior year primarily due to construction of parks and open space projects. Major current year projects funded with residential construction tax included the Arrowcreek Park, Forest Park, Highland Ranch Park and Bailey Creek Canyon Park. Major bond funded projects included Anderson Bartley Phase II and North Valley Sports Complex Phase II.

The **Public Works Construction Fund** has a total fund balance of \$40.7 million of unspent bond proceeds, transfers and investment income which will be applied to various capital projects. Major projects during the current fiscal year included the Jan Evans Regional Juvenile Justice Center, regional radio dispatch system, the Incline maintenance facility, the Spanish Springs and South Valley libraries, and various park projects. Bond proceeds of \$16.6 million were received during the year to finance the Jan Evans Regional Juvenile Justice Center and the Incline maintenance facility. Major capital projects budgeted for fiscal year 2002-03 are the Jan Evans Regional Juvenile Justice Center, regional radio dispatch system, the Incline maintenance facility, and the Sierra Court Building, a joint facility for the District Attorney and municipal courts.

The **Infrastructure Fund** accounts for the .125% infrastructure sales tax to retire debt issued for various approved flood control and public safety projects. Fund balance is \$32.6 million. Major expenditures in the current year included \$9.2 million for the regional training complex and \$5.5 million Debt Service Fund transfers for Sales Tax Revenue Bonds and Certificates of Participation.

Proprietary Funds: Proprietary fund statements provide the same type of information found in the government-wide financial statements, but in more detail. They are accounted for using full accrual, therefore, no reconciliation is required to the government-wide level.

The **Water Resources Fund** was established to account for county-owned and operated water and sewer systems in the unincorporated areas of Washoe County. Unrestricted net assets at the end of the year amounted to \$20.4 million. Total operating revenues increased 12% while operating expenses increased 4% resulting in a net operating loss of \$973,000. The growth in service demand resulted in over 2,500 new customers during the fiscal year.

The Water Division's operating income of \$213,000 was an improvement of 122% over the prior year's operating loss. Operating revenues increased 29% and expenses increased 6% due to a revised water rate schedule approved by the Board of County Commissioners in June 2001 and area growth. The sewer division's loss of \$27,000 was a 93% decrease from the prior year loss. Residential and commercial customer growth resulted in a 15.3% increase in sewer revenues.

Net assets of the Water Resources Fund increased \$18.9 million during the fiscal year. Developer contributions and hookup fees of \$20.5 million were the primary source of the increase.

The **Golf Course Fund** accounts for the operations of the County's two golf courses and their respective restaurants. Net assets declined by \$301,000 due to an operating loss and interest expenses. Operating losses were incurred for the Sierra Sage Golf Course and Washoe Restaurant. Cash declined to \$1,069,888 from \$1,276,000 due to debt service and capital asset acquisition. The golf course has \$3.6 million in outstanding debt.

The **South Truckee Meadows General Improvement District Fund** (the District), a component unit, furnishes water services to its customers. The District and Washoe County entered into a three-year interlocal agreement for operation and maintenance of the water system. The agreement terminated on June

**WASHOE COUNTY
MANAGEMENT'S DISCUSSION AND ANALYSIS
FISCAL YEAR ENDED JUNE 30, 2002
(CONTINUED)**

30, 2002, and is currently under re-negotiation. Actual costs of the District, other than interest, depreciation and bond issuance costs, are allocated to the District by the Washoe County Water Resources Department. The District had an increase in net assets of \$1.6 million for the fiscal year. Developer contributions and hookup fees accounted for 80% of the increase.

General Fund Budgetary Highlights

Functions represent the legal level of budgetary control. The final budget appropriation was \$1.9 million or 1% less than the original budget. Personnel budgets (salaries and wages plus employee benefits) decreased by \$908,000, followed by decreases of \$888,000 allocated to services and supplies and \$128,000 allocated to capital outlay.

Functional budget decreases were made, in part, in response to a budget reduction plan implemented to meet a 2002/03 fiscal year projected deficit. Many of those reductions were offset by an increase to contingency to provide for unexpected events. Reductions were also a result of unspent grants and donations. Functional budget changes follow:

EXPENDITURE BUDGET BY FUNCTION	ORIGINAL	BUDGET FINAL	CHANGE
General Government	\$ 45,010,004	\$ 44,060,754	\$ (949,250)
Judicial	38,142,412	38,224,407	81,995
Public Safety	77,370,770	76,370,527	(1,000,243)
Public Works	17,299,328	16,919,620	(379,708)
Welfare	11,223,212	11,189,762	(33,450)
Culture and Recreation	14,158,026	13,649,372	(508,654)
Community Support	770,906	729,749	(41,157)
Intergovernmental	1,887,064	2,793,747	906,683
Total Expenditures	\$ 205,861,722	\$ 203,937,938	\$ (1,923,784)

Actual expenditures were 98% of appropriations and \$5 million less than the final budget. All functions are within appropriation authority and approximate the same percentage of total appropriations as the prior year.

Capital Assets and Debt Administration

Capital Assets. The County's investment in capital assets for its governmental and business type activities as of June 30, 2002 is \$448.4 million (net of accumulated depreciation). This investment in capital assets includes land, land improvements, buildings and improvements, equipment, construction in progress and infrastructure. The total increase in the County's investment in capital assets for the current fiscal year was 20.9% (a 19.5% increase for governmental activities and a 23.6% increase for business-type activities).

This year's major additions include:

<u>Governmental Activities:</u>	<u>(In Millions)</u>	<u>Business Activities:</u>	<u>(In Millions)</u>
Various roads projects	\$29.2	Expansion of South Truckee Meadows	
Regional training complex	15.0	Water Reclamation Facility	\$16.1
Vehicle replacement	3.2	Developer contributions	11.0
Civil Protective Custody Bldg.	2.4		

**WASHOE COUNTY
MANAGEMENT'S DISCUSSION AND ANALYSIS
FISCAL YEAR ENDED JUNE 30, 2002
(CONTINUED)**

**WASHOE COUNTY CAPITAL ASSETS
(Net of Depreciation)**

	<u>Governmental Activities</u>		<u>Business-type Activities</u>		<u>Total</u>	
	2002	2001	2002	2001	2002	2001
Land	\$87,275,291	\$87,297,353	\$4,701,064	\$4,369,389	\$91,976,355	\$91,666,742
Construction in progress	19,126,909	23,583,776	23,345,884	9,279,760	42,472,793	32,863,536
Land improvements	20,943,516	16,874,233	116,324,066	100,471,674	137,267,582	117,345,907
Buildings/improvements	117,983,501	100,324,488	11,384,399	11,600,488	129,367,900	111,924,976
Equipment	16,006,180	13,765,679	2,443,751	2,274,086	18,449,931	16,039,765
Infrastructure	28,883,957	977,686	-	-	28,883,957	977,686
Total	\$290,219,354	\$242,823,215	\$158,199,164	\$127,995,397	\$448,418,518	\$370,818,612

Additional information on the County's capital assets can be found in Note 8.

Long-term Debt - At June 30, 2002, Washoe County had total outstanding bonded debt and certificates of participation of \$188.9 million. Of this amount, \$99.5 million comprises general obligation debt backed by the full faith and credit of the government, \$46.3 million of general obligation bonds are additionally secured by specified revenue sources, and \$2.3 million is special assessment debt for which the County is liable in the event of default by property owners subject to the assessment. The Sales Tax Revenue Bonds and Certificates of Participation will be paid from the proceeds of the .125% (1/8 cent) infrastructure sales tax, per NRS 377B.

WASHOE COUNTY OUTSTANDING DEBT

Description	Governmental Activities		Business-type Activities		Total	
	2002	2001	2002	2001	2002	2001
General Obligation Bonds	\$91,767,290	\$ 97,715,000	\$7,727,710	\$ 2,575,000	\$99,495,000	\$100,290,000
General Obligation Revenue Backed	22,316,952	5,050,773	23,983,259	12,646,377	46,300,211	17,697,150
Special Assessment Bonds	2,313,000	3,924,000	-	-	2,313,000	3,924,000
Sales Tax Revenue Bonds	21,185,000	21,560,000	-	-	21,185,000	21,560,000
Certificates of Participation	16,950,000	16,950,000	-	-	16,950,000	16,950,000
Total	\$154,532,242	\$145,199,773	\$31,710,969	\$15,221,377	\$186,243,211	\$160,421,150

Washoe County's total general obligation debt increased by \$26 million during the current fiscal year consisting of \$37 million in new debt and \$11 million in principal payments. The key factors in the increase were the issuance of \$16.6 million general obligation (limited tax) revenue bonds for the Jan

**WASHOE COUNTY
MANAGEMENT'S DISCUSSION AND ANALYSIS
FISCAL YEAR ENDED JUNE 30, 2002
(CONTINUED)**

Evans Regional Juvenile Justice Center, a maintenance facility and various other county building projects. Other new debt included \$7.6 million general obligation (limited tax) medium-term bonds for street construction in a special assessment district and the balance for water system improvement projects. Authorized but unissued debt of \$12 million was also drawn down from the State of Nevada for sewer projects.

State statute (NRS 244A.059) limits the amount of general obligation debt a government entity may issue to 10% of its total assessed valuation. The current limitation for Washoe County is \$946 million, which is significantly in excess of Washoe County's outstanding general obligation debt.

During the current year, general obligation debt issued by the County received insured ratings of Aaa by Moody's and AAA from Standard and Poor's. Outstanding general obligation debt is rated Aa3 by Moody's and A+ by Standard and Poor's.

Additional information on the County's long-term debt can be found in Notes 11, 12, and 13 to the financial statements.

ECONOMIC FACTORS

The County's primary revenue sources are ad valorem property taxes and consolidated taxes:

- Property tax assessed valuation growth has slowed over the last three years, from a high of 7.8% in 2000 to a 5.5% increase last year. Assessed valuation for the 2003 fiscal year increased 4.0% to \$9,461,032,497.
- The County's 2002-03 operating tax rate was increased by six cents, after prior and current year base budget reductions were implemented.
- Consolidated tax growth has slowed from a high of 10% in 2000 to 2% last year. Projected collections for the 2003 fiscal year total \$80 million or a 4% increase over prior year collections.
- Nevada is the fastest growing state in the nation. Washoe County is not growing as fast as the State as a whole, but increases in population have averaged 4.3% over the last three years. The combination of increasing population, as well as slowing revenue growth rates is adding to pressure to meet increasing service demands within resource constraints.
- Personnel costs comprised 58% of current year expenses. The 2002-03 budget was adjusted to reflect cost of living adjustments between 3.5% and 4% and a 1 % increase in number of positions. These increases will be mitigated by a hiring deferral for designated positions. Health insurance costs increased from \$3,600 to \$4,150 per employee, annually.
- In June, unemployment in Washoe County was 4.8%, compared to state and national unemployment rates of 5.8% and 6.0%, respectively. For several years, Washoe County has maintained the lowest jobless rate in the State.

Other factors taken into consideration in the preparation of the 2003 fiscal year budget include:

- The County's operating tax rate increase was the first in six years. Nevada ranks 43rd in the nation for per capita tax burden for state and local governments.
- Board policy confines budget growth to below combined CPI and population growth, which was 5.6%. General Fund appropriations increased 3%.

**WASHOE COUNTY
MANAGEMENT'S DISCUSSION AND ANALYSIS
FISCAL YEAR ENDED JUNE 30, 2002
(CONTINUED)**

Increases to base budget for the 2002-03 fiscal year include:

- Registrar of Voters (election year costs);
- Legislative session expenses; and
- Juvenile services average daily population growth.

Requests for Information

This report is designed to provide a general overview of Washoe County's finances for all interested parties. Questions concerning the information provided in this report or requests for additional financial information should be addressed to Katherine Garcia, Comptroller, P.O. Box 11130, Reno, NV 89520-0027. Effective January 1, this report will also be available on the web site at www.co.washoe.nv.us/comptroller.

Truckee Meadows Fire Protection District (TMFPD) and South Truckee Meadows General Improvement District (STMGID) are included in this report as component units. Both entities issue separate audited financial statements that are filed at the Washoe County Clerk's Office, Washoe County Courthouse, Court Street and South Virginia, Reno, Nevada.

BASIC FINANCIAL STATEMENTS

- * *Government-Wide Financial Statements*
 - *Statement of Net Assets*
 - *Statement of Activities*
- * *Fund Financial Statements*
 - *Governmental Funds*
 - *Proprietary Funds*
 - *Fiduciary Funds*

WASHOE COUNTY
STATEMENT OF NET ASSETS
JUNE 30, 2002

	GOVERNMENTAL ACTIVITIES	BUSINESS-TYPE ACTIVITIES	TOTAL
ASSETS			
Cash and investments (Note 4)	\$ 175,928,197	\$ 26,359,531	\$ 202,287,728
Accounts receivable	1,775,728	1,563,290	3,339,018
Consolidated tax receivable	13,292,600	-	13,292,600
Property taxes receivable	1,878,281	3,686	1,881,967
Other taxes receivable	9,515,749	-	9,515,749
Interest receivable	942,228	168,463	1,110,691
Due from other governments	6,042,823	180,654	6,223,477
Internal balances	(55,852)	55,852	-
Inventory	438,350	188,445	626,795
Deposits	1,590,199	4,080	1,594,279
Other assets (Note 5)	488,623	42,420	531,043
Restricted assets (Note 6)	3,549,000	6,587,527	10,136,527
Long-term assets (Note 7)	2,918,876	5,259,658	8,178,534
Capital assets net of accumulated depreciation (Note 8)	290,219,354	158,199,164	448,418,518
Total Assets	508,524,156	198,612,770	707,136,926
LIABILITIES			
Accounts payable	5,395,264	968,059	6,363,323
Accrued salaries and benefits	23,546,272	1,070,730	24,617,002
Contracts/retention payable	3,908,871	3,627,730	7,536,601
Interest payable	1,741,168	446,292	2,187,460
Due to other governments	1,086,281	489,385	1,575,666
Other liabilities (Note 9)	3,579,375	1,708,168	5,287,543
Deferred revenue (Note 10)	2,182,479	-	2,182,479
Noncurrent liabilities: (Notes 11, 12, 13, 20)			
Due within one year	13,237,140	1,758,826	14,995,966
Due in more than one year, payable from restricted assets	3,549,000	-	3,549,000
Due in more than one year, net of bond premium, discount and issuance costs of \$571,114 and \$284,421	146,374,675	31,732,399	178,107,074
Total Liabilities	204,600,525	41,801,589	246,402,114
NET ASSETS (Note 14)			
Invested in capital assets, net of related debt	194,221,452	132,098,790	326,320,242
Restricted for:			
General government	5,103,397	1,583,113	6,686,510
Judicial	3,676,358	-	3,676,358
Public safety	9,692,006	-	9,692,006
Public works	4,306,687	-	4,306,687
Health and sanitation	31,733	2,029,208	2,060,941
Welfare	2,048,740	-	2,048,740
Culture and recreation	1,154,575	-	1,154,575
Debt service	11,114,853	-	11,114,853
Capital projects	24,083,003	1,197	24,084,200
Claims	5,957,539	-	5,957,539
Unrestricted	42,533,288	21,098,875	63,632,163
Total Net Assets	\$ 303,923,631	\$ 156,811,183	\$ 460,734,814

The notes to the financial statements are an integral part of this statement.

WASHOE COUNTY
STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED JUNE 30, 2002

FUNCTIONS/PROGRAMS	EXPENSES	PROGRAM REVENUES		
		CHARGES FOR SERVICES	OPERATING GRANTS, INTEREST, CONTRIBUTIONS	CAPITAL GRANTS, INTEREST, CONTRIBUTIONS
Primary government:				
Governmental Activities:				
General government	\$ 54,356,481	\$ 9,731,763	\$ 1,954,271	\$ 188,801
Judicial	39,704,102	5,545,200	3,538,793	2,304,069
Public safety	92,592,840	6,837,626	3,595,646	3,288,430
Public works	15,136,896	465,762	1,764,978	32,804,667
Health and sanitation	16,882,297	2,832,924	5,409,741	-
Welfare	32,358,556	1,235,851	6,778,317	170
Culture and recreation	23,189,154	2,237,454	2,273,613	4,152,625
Community support	641,102	-	-	-
Debt Service:				
Interest and fiscal charges	8,038,073	-	-	-
Total Governmental Activities	282,899,501	28,886,580	25,315,359	42,738,762
Business-type Activities:				
Utilities	16,110,834	13,768,219	207,492	21,927,424
Remediation	1,361,057	1,887,295	-	-
Golf courses	2,226,818	1,841,674	-	-
Building permits	2,432,459	3,789,384	58,598	-
Total Business-type Activities	22,131,168	21,286,572	266,090	21,927,424
Total Primary Government\$	305,030,669	\$ 50,173,152	\$ 25,581,449	\$ 64,666,186

General Revenues:

Ad valorem taxes
Consolidated taxes
SCCR taxes-AB104
Government services tax
Infrastructure sales tax
Gaming licenses
Unrestricted fuel taxes
Other taxes
Grants and contributions not restricted to specific programs
Unrestricted investment earnings
Gain on sale of capital assets

Transfers

Total General Revenues and Transfers

Change in Net Assets

NET ASSETS, JULY 1

NET ASSETS, JUNE 30

The notes to the financial statements are an integral part of this statement.

**NET (EXPENSE) REVENUE AND
CHANGES IN NET ASSETS**

GOVERNMENTAL ACTIVITIES	BUSINESS-TYPE ACTIVITIES	TOTAL
\$ (42,481,646)	\$ -	\$ (42,481,646)
(28,316,040)	-	(28,316,040)
(78,871,138)	-	(78,871,138)
19,898,511	-	19,898,511
(8,639,632)	-	(8,639,632)
(24,344,218)	-	(24,344,218)
(14,525,462)	-	(14,525,462)
(641,102)	-	(641,102)
(8,038,073)	-	(8,038,073)
(185,958,800)	-	(185,958,800)
-	19,792,301	19,792,301
-	526,238	526,238
-	(385,144)	(385,144)
-	1,415,523	1,415,523
-	21,348,918	21,348,918
\$ (185,958,800)	\$ 21,348,918	\$ (164,609,882)
\$ 122,071,352	\$ 330,335	\$ 122,401,687
76,632,358	-	76,632,358
9,217,052	-	9,217,052
4,181,162	-	4,181,162
6,485,764	-	6,485,764
2,533,095	-	2,533,095
1,559,359	-	1,559,359
4,106,796	-	4,106,796
1,671,400	-	1,671,400
4,094,245	882,070	4,976,315
180,795	2,819	183,614
677,749	(677,749)	-
233,411,127	537,475	233,948,602
47,452,327	21,886,393	69,338,720
256,471,304	134,924,790	391,396,094
\$ 303,923,631	\$ 156,811,183	\$ 460,734,814

**WASHOE COUNTY
GOVERNMENTAL FUNDS
BALANCE SHEET
JUNE 30, 2002**

	GENERAL FUND	PRE-FUNDED RETIREE HEALTH BENEFITS FUND	SPECIAL ASSESSMENT DEBT SERVICE FUND	PARK CONSTRUCTION TAX FUND
ASSETS				
Cash and investments (Note 4)	\$ 21,413,402	\$ 19,089,056	\$ 3,807,845	\$ 19,605,522
Accounts receivable	1,008,163	-	-	-
Consolidated tax receivable	12,462,679	-	-	-
Property taxes receivable	1,369,640	-	-	-
Other taxes receivable	5,058,500	-	3,039,148	2,000
Interest receivable	313,422	122,759	24,456	60,332
Due from other governments - grants	1,508,716	-	-	115,006
Due from other governments - other	458,322	-	-	-
Inventory	-	-	-	-
Deposits	19,968	-	-	107,276
Other assets (Note 5)	8,163	-	-	-
Total Assets	\$ 43,620,975	\$ 19,211,815	\$ 6,871,449	\$ 19,890,136
LIABILITIES				
Accounts payable	\$ 2,443,743	\$ -	\$ -	\$ -
Accrued salaries and benefits	5,463,600	-	-	-
Contracts/retention payable	499,951	-	-	941,706
Interest payable	-	-	-	-
Due to other governments	163,496	-	-	-
Other liabilities (Note 9)	272,841	-	2,295,487	-
Deferred revenue (Note 10)	2,730,811	-	3,039,148	-
Note payable	-	-	-	-
Total Liabilities	11,574,442	-	5,334,635	941,706
FUND BALANCES (Note 14)				
Reserved for:				
Encumbrances	1,308,910	-	-	54,076
Debt service	-	-	1,536,814	-
Inventory	-	-	-	-
Projects	3,423,983	-	-	378,820
Claims	-	-	-	-
Unreserved, reported in:				
General Fund	27,313,640	-	-	-
Special Revenue Funds	-	19,211,815	-	-
Capital Projects Funds	-	-	-	18,515,534
Total Fund Balances	32,046,533	19,211,815	1,536,814	18,948,430
Total Liabilities/Fund Balances	\$ 43,620,975	\$ 19,211,815	\$ 6,871,449	\$ 19,890,136

The notes to the financial statements are an integral part of this statement.

PUBLIC WORKS CONSTRUCTION FUND	INFRA- STRUCTURE FUND	OTHER GOVERNMENTAL FUNDS	TOTAL GOVERNMENTAL FUNDS
\$ 41,704,532	\$ 31,473,230	\$ 29,994,545	\$ 167,088,132
-	-	136,972	1,145,135
-	-	829,921	13,292,600
-	-	508,641	1,878,281
-	1,135,250	280,851	9,515,749
119,771	116,588	143,140	900,468
-	16,670	3,791,521	5,431,913
97,520	-	20,774	576,616
-	-	221,957	221,957
21,228	-	1,849	150,321
-	-	-	8,163
<u>\$ 41,943,051</u>	<u>\$ 32,741,738</u>	<u>\$ 35,930,171</u>	<u>\$ 200,209,335</u>
\$ -	\$ -	\$ 1,647,322	\$ 4,091,065
-	5,310	983,464	6,452,374
1,247,830	76,037	86,605	2,852,129
-	-	27,571	27,571
-	-	922,785	1,086,281
-	-	51,047	2,619,375
-	-	1,054,196	6,824,155
-	-	12,433	12,433
<u>1,247,830</u>	<u>81,347</u>	<u>4,785,423</u>	<u>23,965,383</u>
6,369,738	274,587	150,744	8,158,055
-	-	8,820,751	10,357,565
-	-	221,957	221,957
185,895	-	442,139	4,430,837
-	-	1,611,503	1,611,503
-	-	-	27,313,640
-	-	14,441,342	33,653,157
<u>34,139,588</u>	<u>32,385,804</u>	<u>5,456,312</u>	<u>90,497,238</u>
<u>40,695,221</u>	<u>32,660,391</u>	<u>31,144,748</u>	<u>176,243,952</u>
<u>\$ 41,943,051</u>	<u>\$ 32,741,738</u>	<u>\$ 35,930,171</u>	<u>\$ 200,209,335</u>

**WASHOE COUNTY
RECONCILIATION OF THE BALANCE SHEET
TO THE STATEMENT OF NET ASSETS
GOVERNMENTAL FUNDS
FOR THE YEAR ENDED JUNE 30, 2002**

Fund Balances - Governmental Funds	\$	176,243,952
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Amounts reported for governmental activities in the statement of net assets are different because:

Capital assets and long-term assets used in governmental activities are not financial resources and therefore are not reported in governmental funds.

Long-term assets/Plant capacity	\$ 151,188		
Less current year amortization	<u>(3,779)</u>		147,409
Governmental capital assets	353,994,682		
Less accumulated depreciation	<u>(72,932,643)</u>		281,062,039

Other assets used in governmental activities are not financial resources and therefore are not reported in governmental funds.

Bond costs	1,065,015		
Less current year amortization	<u>(74,544)</u>		990,471

Long-term liabilities, including bonds payable are not due and payable in the current period and therefore are not reported in governmental funds.

Governmental bonds payable	(137,582,242)		
Bond premium	(433,362)		
Less current year amortization	14,005		
Capital leases payable	(17,572,995)		
Compensated absences	(16,816,039)		
Arbitrage liability	<u>(117,259)</u>		(172,507,892)
Interest payable			(1,713,597)

Deferred revenues that were not available to fund current expenditures and therefore are not reported in governmental funds.		4,641,676
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Internal service funds are used by management to charge the costs of certain activities to individual funds. Net assets of internal service funds are reported with governmental activities.		15,115,425
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Internal balances payable to business-type activities.		<u>(55,852)</u>
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Total Net Assets of Governmental Activities	\$	<u><u>303,923,631</u></u>
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The notes to the financial statements are an integral part of this statement.

**WASHOE COUNTY
GOVERNMENTAL FUNDS
STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES
FOR THE YEAR ENDED JUNE 30, 2002**

	GENERAL FUND	PRE-FUNDED RETIREE HEALTH BENEFITS FUND	SPECIAL ASSESSMENT DEBT SERVICE FUND	PARK CONSTRUCTION TAX FUND
REVENUES				
Taxes:				
Ad valorem	\$ 87,939,000	\$ -	\$ -	\$ -
Residential construction tax	-	-	-	1,249,718
Other taxes	481,064	-	-	-
Room taxes	377,099	-	-	-
Special assessments	-	-	698,318	-
Licenses and permits	5,503,712	-	-	-
Intergovernmental revenues	105,181,452	-	-	136,928
Charges for services	10,475,461	-	-	-
Fines and forfeits	6,323,577	-	-	-
Miscellaneous	4,436,480	834,322	368,289	752,945
Total Revenues	220,717,845	834,322	1,066,607	2,139,591
EXPENDITURES				
Current:				
General government	41,721,632	-	37,396	-
Judicial	37,730,943	-	-	-
Public safety	75,803,744	-	-	-
Public works	16,120,511	-	-	-
Health and sanitation	-	-	-	-
Welfare	11,122,933	-	-	-
Culture and recreation	13,016,663	-	-	-
Community support	641,102	-	-	-
Intergovernmental	2,756,154	-	-	5,571
Capital outlay	-	-	-	3,961,756
Debt service:				
Principal retirement	-	-	1,611,000	-
Interest	-	-	229,768	-
Debt service fees	-	-	28,763	-
Assessment refunds	-	-	280,453	-
Bond issuance costs	-	-	-	-
Total Expenditures	198,913,682	-	2,187,380	3,967,327
Excess (Deficiency) of Revenues Over (Under) Expenditures	21,804,163	834,322	(1,120,773)	(1,827,736)

PUBLIC WORKS CONSTRUCTION FUND	INFRA- STRUCTURE FUND	OTHER GOVERNMENTAL FUNDS	TOTAL GOVERNMENTAL FUNDS
\$ -	\$ -	\$ 32,592,509	\$ 120,531,509
-	-	-	1,249,718
-	-	-	481,064
-	-	-	377,099
-	-	-	698,318
-	-	1,650,786	7,154,498
5,062,914	6,502,434	19,269,487	136,153,215
11,813	-	2,898,442	13,385,716
-	-	580,059	6,903,636
1,005,784	1,129,654	2,687,221	11,214,695
<u>6,080,511</u>	<u>7,632,088</u>	<u>59,678,504</u>	<u>298,149,468</u>
-	-	2,285,863	44,044,891
-	-	167,637	37,898,580
-	-	12,825,808	88,629,552
-	-	-	16,120,511
-	-	14,980,833	14,980,833
-	-	19,534,837	30,657,770
-	-	5,620,526	18,637,189
-	-	-	641,102
-	-	1,230,555	3,992,280
9,158,240	11,364,173	3,322,337	27,806,506
-	-	8,088,071	9,699,071
-	-	7,297,027	7,526,795
-	-	9,881	38,644
-	-	-	280,453
251,972	-	19,316	271,288
<u>9,410,212</u>	<u>11,364,173</u>	<u>75,382,691</u>	<u>301,225,465</u>
<u>(3,329,701)</u>	<u>(3,732,085)</u>	<u>(15,704,187)</u>	<u>(3,075,997)</u>

(CONTINUED)

**WASHOE COUNTY
GOVERNMENTAL FUNDS
STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES
FOR THE YEAR ENDED JUNE 30, 2002**

	GENERAL FUND	PRE-FUNDED RETIREE HEALTH BENEFITS FUND	SPECIAL ASSESSMENT DEBT SERVICE FUND	PARK CONSTRUCTION TAX FUND
OTHER FINANCING SOURCES (USES)				
Debt issued	\$ 906,683	\$ -	\$ -	\$ -
Debt premium/(discount)	-	-	-	-
Proceeds from asset disposition	-	-	-	-
Transfers from other funds	3,455,709	3,400,000	791,420	-
Transfers to other funds	(22,914,425)	-	-	-
Total Other Financing Sources (Uses)	(18,552,033)	3,400,000	791,420	-
Net Change in Fund Balances	3,252,130	4,234,322	(329,353)	(1,827,736)
FUND BALANCE, JULY 1	28,794,403	14,977,493	1,866,167	20,776,166
FUND BALANCE, JUNE 30	\$ 32,046,533	\$ 19,211,815	\$ 1,536,814	\$ 18,948,430

The notes to the financial statements are an integral part of this statement.

PUBLIC WORKS CONSTRUCTION FUND	INFRA- STRUCTURE FUND	OTHER GOVERNMENTAL FUNDS	TOTAL GOVERNMENTAL FUNDS
\$ 16,620,000	\$ -	\$ 1,327,290	\$ 18,853,973
162,244	-	14,177	176,421
-	-	1,837	1,837
3,325,960	-	21,865,514	32,838,603
(532,865)	(5,459,328)	(5,974,725)	(34,881,343)
19,575,339	(5,459,328)	17,234,093	16,989,491
16,245,638	(9,191,413)	1,529,906	13,913,494
24,449,583	41,851,804	29,614,842	162,330,458
\$ 40,695,221	\$ 32,660,391	\$ 31,144,748	\$ 176,243,952

WASHOE COUNTY
RECONCILIATION OF THE STATEMENT OF REVENUES,
EXPENDITURES, AND CHANGES IN FUND BALANCES
TO THE STATEMENT OF ACTIVITIES
GOVERNMENTAL FUNDS
FOR THE YEAR ENDED JUNE 30, 2002

Net Change in Fund Balances - Governmental Funds \$ 13,913,494

Amounts reported for governmental activities in the statement of net assets are different because:

Governmental funds report capital outlays as expenditures. However, in the statement of activities, the cost of those assets is depreciated over their estimated useful lives.

Expenditures for capital assets	\$ 29,673,165	
Less current year depreciation	<u>(8,459,989)</u>	21,213,176

Revenues in the statement of activities that do not provide current financial resources are not reported as revenues in governmental funds.

Donated capital assets	29,511,205	
Change in deferred revenue	<u>(48,687)</u>	29,462,518

Bond proceeds provide current financial resources to governmental funds, but issuing debt increases long-term liabilities in the statement of net assets. Repayment of bond principal is an expenditure in governmental funds, but the repayment reduces long-term liabilities in the statement of net assets. This is the amount by which bonds issued exceeded repayments.

Bonds and loans issued	(18,853,973)	
Bond premium	(176,421)	
Issuance costs	271,288	
Change in accrued interest payable	(486,639)	
Principal payments general obligation debt	9,521,504	
Principal payments capital leases	<u>177,567</u>	(9,546,674)

Some expenses reported in the statement of activities do not require the use of current financial resources and therefore are not reported as expenditures in governmental funds.

Amortization of current year bond premium and discount	14,005	
Amortization of current year bond issuance costs	(74,544)	
Amortization of current year plant capacity	(3,779)	
Change in long-term compensated absences	(1,506,411)	
Change in arbitrage payable	333,221	
Disposition of capital assets	(8,305)	
Donated capital assets	<u>(5,445,100)</u>	(6,690,913)

Internal service funds are used by management to charge the costs of certain activities to individual funds. The net (expense) of internal service funds is reported with governmental activities. (480,212)

Governmental funds report allocations of indirect expenses to enterprise funds. However, in the statement of activities indirect expenses are eliminated. (419,062)

Change in Net Assets of Governmental Activities \$ 47,452,327

The notes to the financial statements are an integral part of this statement.

**WASHOE COUNTY
GENERAL FUND
STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES - BUDGET AND ACTUAL - BY FUNCTION AND DEPARTMENT
FOR THE YEAR ENDED JUNE 30, 2002**

	2002 BUDGETED AMOUNTS		2002	
	ORIGINAL	FINAL	ACTUAL	VARIANCE TO FINAL BUDGET
REVENUES				
Taxes:				
Ad valorem	\$ 89,919,049	\$ 89,919,049	\$ 87,939,000	\$ (1,980,049)
Other taxes	467,791	467,791	481,064	13,273
Room tax	365,000	365,000	377,099	12,099
Licenses and permits	4,621,498	5,371,498	5,503,712	132,214
Intergovernmental revenues	100,414,005	99,895,623	105,181,452	5,285,829
Charges for services	9,224,272	9,145,672	10,475,461	1,329,789
Fines and forfeits	6,111,486	5,841,222	6,323,577	482,355
Miscellaneous	5,361,129	4,495,940	4,436,480	(59,460)
Total Revenues	216,484,230	215,501,795	220,717,845	5,216,050
EXPENDITURES BY FUNCTION AND DEPARTMENT				
Current:				
General Government:				
County Commissioners	375,276	382,525	365,003	17,522
Public/Legislative Affairs	88,600	86,300	88,917	(2,617)
County Manager	2,198,541	2,056,990	1,900,434	156,556
Registrar of Voters	550,525	528,768	490,595	38,173
Finance	2,928,619	2,833,715	2,743,144	90,571
Treasurer	1,434,382	1,382,851	1,358,975	23,876
Assessor	5,276,363	5,214,435	5,128,478	85,957
Purchasing	787,518	786,253	782,840	3,413
Human Resources	1,531,545	1,458,976	1,346,442	112,534
Clerk	1,714,545	1,554,200	1,515,266	38,934
Recorder	1,737,282	1,669,726	1,623,263	46,463
Information Technology	8,938,581	8,640,703	8,420,509	220,194
General Services	14,789,333	14,812,058	13,410,513	1,401,545
Community Development	2,658,894	2,653,254	2,547,253	106,001
Total General Government	45,010,004	44,060,754	41,721,632	2,339,122
Judicial:				
District Courts	10,807,908	11,060,146	11,015,357	44,789
Court Appointed Attorneys	195,000	270,000	238,816	31,184
Grand Jury	32,000	21,000	23,562	(2,562)
District Attorney	15,545,482	15,511,083	15,328,934	182,149
Law Library	870,652	822,721	805,307	17,414
Public Defender	5,273,986	5,171,797	5,060,455	111,342
Justice Courts	5,291,049	5,232,607	5,124,291	108,316
Constables	126,335	135,053	134,221	832
Total Judicial	38,142,412	38,224,407	37,730,943	493,464

(CONTINUED)

**WASHOE COUNTY
GENERAL FUND
STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES - BUDGET AND ACTUAL - BY FUNCTION AND DEPARTMENT
FOR THE YEAR ENDED JUNE 30, 2002**

	2002 BUDGETED AMOUNTS		2002	
	ORIGINAL	FINAL	ACTUAL	VARIANCE TO FINAL BUDGET
Public Safety:				
Sheriff and Detention	\$ 62,195,432	\$ 61,682,636	\$ 61,421,330	\$ 261,306
Coroner	1,139,059	1,136,156	1,110,531	25,625
Fire Suppression	398,270	385,219	301,273	83,946
Juvenile Services	10,880,674	10,500,619	10,411,497	89,122
Building Inspector	10,480	-	-	-
Emergency Management	153,991	154,039	135,206	18,833
Animal Control	1,057,685	1,010,981	973,161	37,820
Public Guardian	-	752,817	735,035	17,782
Public Administrator	1,535,179	748,060	715,711	32,349
Total Public Safety	77,370,770	76,370,527	75,803,744	566,783
Public Works:				
Public Works	5,695,641	5,484,683	5,214,343	270,340
Roads	9,487,913	9,389,322	9,006,761	382,561
Engineer	2,115,774	2,030,615	1,891,107	139,508
Special Assessment Studies	-	15,000	8,300	6,700
Total Public Works	17,299,328	16,919,620	16,120,511	799,109
Welfare:				
Social Services	11,223,212	11,189,762	11,122,933	66,829
Culture and Recreation:				
Library	7,947,857	7,427,064	7,358,922	68,142
Parks	6,210,169	6,222,308	5,657,741	564,567
Total Culture and Recreation	14,158,026	13,649,372	13,016,663	632,709
Community Support	770,906	729,749	641,102	88,647
Intergovernmental	1,887,064	2,793,747	2,756,154	37,593
Total Expenditures	205,861,722	203,937,938	198,913,682	5,024,256
Excess (Deficiency) of Revenues Over (Under)Expenditures	10,622,508	11,563,857	21,804,163	10,240,306
OTHER FINANCING SOURCES (USES):				
Debt issued	-	906,683	906,683	-
Transfers from other funds	2,368,000	3,012,657	3,455,709	443,052
Transfers to other funds	(23,134,730)	(23,291,911)	(22,914,425)	377,486
Contingency	(1,000,000)	(2,523,089)	-	2,523,089
Total Other Financing Sources (Uses)	(21,766,730)	(21,895,660)	(18,552,033)	3,343,627
Net Change in Fund Balances	(11,144,222)	(10,331,803)	3,252,130	13,583,933
FUND BALANCE, JULY 1,	27,156,159	26,343,740	28,794,403	2,450,663
FUND BALANCE, JUNE 30	\$ 16,011,937	\$ 16,011,937	\$ 32,046,533	\$ 16,034,596

The notes to the financial statements are an integral part of this statement.

WASHOE COUNTY
PRE-FUNDED RETIREE HEALTH BENEFITS FUND
STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2002

	2002 BUDGETED AMOUNTS		2002	
	ORIGINAL	FINAL	ACTUAL	VARIANCE TO FINAL BUDGET
REVENUES				
Miscellaneous:				
Investment earnings	\$ 600,000	\$ 600,000	\$ 744,094	\$ 144,094
Net increase (decrease) in the fair value of investments	-	-	90,228	90,228
Total Revenues	600,000	600,000	834,322	234,322
OTHER FINANCING SOURCES (USES)				
Transfers:				
General Fund	3,400,000	3,400,000	3,400,000	-
Net Change in Fund Balances	4,000,000	4,000,000	4,234,322	234,322
FUND BALANCE, JULY 1	14,692,425	14,692,425	14,977,493	285,068
FUND BALANCE, JUNE 30	\$ 18,692,425	\$ 18,692,425	\$ 19,211,815	\$ 519,390

The notes to the financial statements are an integral part of this statement.

**WASHOE COUNTY
PROPRIETARY FUNDS
STATEMENT OF NET ASSETS
JUNE 30, 2002**

	BUSINESS-TYPE ACTIVITIES -		
	WATER RESOURCES FUND	GOLF COURSE FUND	SOUTH TRUCKEE MEADOWS GID FUND
ASSETS			
Current Assets:			
Cash and investments (Note 4)	\$ 21,717,384	\$ 932,537	\$ 1,899,221
Accounts receivable	1,295,458	31,495	207,663
Remediation fee receivable	20,760	-	-
Property taxes receivable	-	-	3,686
Interest receivable	142,683	2,778	11,887
Due from other governments - other	180,654	-	-
Inventory	129,200	59,245	-
Deposits	4,080	-	-
Other assets (Note 5)	42,420	-	-
Total Current Assets	23,532,639	1,026,055	2,122,457
Noncurrent Assets:			
Restricted cash and investments (Note 6)	6,450,176	137,351	-
Long-term receivables	197,291	-	-
Long-term assets (Note 7)	4,257,846	804,521	-
Capital Assets: (Note 8)			
Land and nondepreciable assets	3,954,326	153,374	593,364
Land improvements	120,194,633	3,581,163	19,341,122
Building and improvements	13,278,452	1,280,582	-
Equipment	1,910,265	1,302,830	2,050,269
Construction in progress	23,275,078	-	70,806
Less accumulated depreciation	(25,135,662)	(2,634,484)	(5,016,954)
Net Capital Assets	137,477,092	3,683,465	17,038,607
Total Noncurrent Assets	148,382,405	4,625,337	17,038,607
Total Assets	171,915,044	5,651,392	19,161,064
LIABILITIES			
Current Liabilities:			
Accounts payable	811,180	146,473	7,690
Accrued salaries and benefits	682,781	144,360	-
Contracts/retention payable	3,568,636	-	59,094
Interest payable	325,576	116,801	3,915
Due to other governments	489,385	-	-
Deposits (Note 9)	1,685,618	-	22,550
Notes, bonds, leases payable (Notes 11, 12, 13)	1,312,839	163,960	282,027
Pending claims (Note 20)	-	-	-
Total Current Liabilities	8,876,015	571,594	375,276

ENTERPRISE FUNDS		GOVERNMENTAL ACTIVITIES INTERNAL SERVICE FUNDS
OTHER ENTERPRISE FUNDS	TOTAL CURRENT YEAR	
\$ 1,810,389	\$ 26,359,531	\$ 8,840,065
7,914	1,542,530	630,593
-	20,760	-
-	3,686	-
11,115	168,463	41,760
-	180,654	34,294
-	188,445	216,393
-	4,080	1,439,878
-	42,420	480,460
1,829,418	28,510,569	11,683,443
-	6,587,527	3,549,000
-	197,291	-
-	5,062,367	2,771,467
-	4,701,064	-
-	143,116,918	-
-	14,559,034	34,024
-	5,263,364	21,751,177
-	23,345,884	-
-	(32,787,100)	(12,627,886)
-	158,199,164	9,157,315
-	170,046,349	15,477,782
1,829,418	198,556,918	27,161,225
2,716	968,059	1,304,199
243,589	1,070,730	277,859
-	3,627,730	1,056,742
-	446,292	-
-	489,385	-
-	1,708,168	-
-	1,758,826	-
-	-	3,648,000
246,305	10,069,190	6,286,800

(CONTINUED)

**WASHOE COUNTY
PROPRIETARY FUNDS
STATEMENT OF NET ASSETS
JUNE 30, 2002**

	BUSINESS-TYPE ACTIVITIES -		
	WATER RESOURCES FUND	GOLF COURSE FUND	SOUTH TRUCKEE MEADOWS GID FUND
Noncurrent Liabilities: (Notes 11, 12, 13, 20)			
Pending claims	\$ -	\$ -	\$ -
Pending claims payable from restricted cash	-	-	-
Notes, bonds, leases payable	28,054,406	3,364,734	313,259
Total Noncurrent Liabilities	28,054,406	3,364,734	313,259
Total Liabilities	36,930,421	3,936,328	688,535
NET ASSETS (Note 14)			
Invested in capital assets, net of related debt	114,560,023	1,095,446	16,443,321
Restricted for projects	-	1,197	-
Restricted for public safety	-	-	-
Restricted for claims	-	-	-
Unrestricted	20,424,602	618,421	2,029,208
Total Net Assets	\$ 134,984,625	\$ 1,715,064	\$ 18,472,529

Indirect expenses reported in the Statement of Revenues, Expenses and Changes in Net Assets are not reported in the Statement of Activities to enhance comparability between governments that allocate indirect expenses and those that do not.

Adjustment to reflect the consolidation of internal service fund activities related to enterprise funds.

Net Assets of Business-Type Activities

The notes to the financial statements are an integral part of this statement.

ENTERPRISE FUNDS		GOVERNMENTAL ACTIVITIES INTERNAL SERVICE FUNDS	
OTHER ENTERPRISE FUNDS	TOTAL CURRENT YEAR		
\$ -	\$ -	\$ 2,210,000	
-	-	3,549,000	
-	31,732,399	-	
-	31,732,399	5,759,000	
246,305	41,801,589	12,045,800	
-	132,098,790	9,157,315	
-	1,197	-	
1,583,113	1,583,113	-	
-	-	1,906,058	
-	23,072,231	4,052,052	
\$ 1,583,113	156,755,331	\$ 15,115,425	

1

419,062

(363,210)

\$ 156,811,183

**WASHOE COUNTY
PROPRIETARY FUNDS
STATEMENT OF REVENUES, EXPENSES AND
CHANGES IN NET ASSETS
FOR THE YEAR ENDED JUNE 30, 2002**

	BUSINESS-TYPE ACTIVITIES -		
	WATER RESOURCES FUND	GOLF COURSE FUND	SOUTH TRUCKEE MEADOWS GID FUND
OPERATING REVENUES			
Charges for Services:			
Utility fees	\$ 12,105,578	\$ -	\$ 1,644,641
Remediation fees	1,887,295	-	-
Golf course fees	-	1,841,674	-
Building permits	-	-	-
Self insurance fees	-	-	-
Equipment service billings	-	-	-
Miscellaneous:			
Other	-	-	-
Total Operating Revenues	13,992,873	1,841,674	1,644,641
OPERATING EXPENSES			
Salaries and wages	3,181,877	734,802	-
Employee benefits	912,596	190,960	-
Services and supplies	7,227,565	728,427	977,100
Depreciation/Amortization	3,643,805	303,051	704,950
Total Operating Expenses	14,965,843	1,957,240	1,682,050
Operating Income (Loss)	(972,970)	(115,566)	(37,409)
NONOPERATING REVENUES (EXPENSES)			
Ad valorem taxes	-	-	330,335
Investment earnings	1,018,599	23,578	95,601
Gain (loss) on asset disposition	(30,074)	2,821	-
Other	18,000	-	-
Interest/bond issuance costs	(625,995)	(211,564)	(54,531)
Total Nonoperating Revenues (Expenses)	380,530	(185,165)	371,405
Income (Loss) Before Capital Contributions and Transfers	(592,440)	(300,731)	333,996
CAPITAL CONTRIBUTIONS IN (OUT)			
Hookup fees	5,240,802	-	332,255
Federal grant	111,891	-	-
Contributions from others	15,214,025	-	980,235
Contributions to others	(35,075)	-	-
Total Capital Contributions In (Out)	20,531,643	-	1,312,490

ENTERPRISE FUNDS		GOVERNMENTAL ACTIVITIES
OTHER ENTERPRISE FUNDS	TOTAL CURRENT YEAR	INTERNAL SERVICE FUNDS
\$ -	\$ 13,750,219	\$ -
-	1,887,295	-
-	1,841,674	-
3,789,384	3,789,384	-
-	-	18,124,105
-	-	6,633,186
-	-	47,404
3,789,384	21,268,572	24,804,695
1,699,762	5,616,441	1,491,139
451,942	1,555,498	432,683
624,455	9,557,547	25,854,481
-	4,651,806	1,619,848
2,776,159	21,381,292	29,398,151
1,013,225	(112,720)	(4,593,456)
-	330,335	-
58,598	1,196,376	587,683
-	(27,253)	146,462
-	18,000	-
-	(892,090)	-
58,598	625,368	734,145
1,071,823	512,648	(3,859,311)
-	5,573,057	-
-	111,891	-
-	16,194,260	455,654
(8,745)	(43,820)	-
(8,745)	21,835,388	455,654

(CONTINUED)

**WASHOE COUNTY
PROPRIETARY FUNDS
STATEMENT OF REVENUES, EXPENSES AND
CHANGES IN NET ASSETS
FOR THE YEAR ENDED JUNE 30, 2002**

	BUSINESS-TYPE ACTIVITIES -		
	WATER RESOURCES FUND	GOLF COURSE FUND	SOUTH TRUCKEE MEADOWS GID FUND
TRANSFERS IN (OUT)			
Transfers in	\$ 1,570,913	\$ -	\$ -
Transfers (out)	(2,604,043)	-	-
Total Transfers In (Out)	(1,033,130)	-	-
Change in Net Assets	18,906,073	(300,731)	1,646,486
NET ASSETS, JULY 1	116,078,552	2,015,795	16,826,043
NET ASSETS, JUNE 30	<u>\$ 134,984,625</u>	<u>\$ 1,715,064</u>	<u>\$ 18,472,529</u>

Indirect expenses reported in the Statement of Revenues, Expenses and Changes in Net Assets are not reported in the Statement of Activities to enhance comparability between governments that allocate indirect expenses and those that do not.

Adjustment to reflect the consolidation of internal service fund activities related to enterprise funds.

Net Assets of Business-Type Activities

The notes to the financial statements are an integral part of this statement.

ENTERPRISE FUNDS		GOVERNMENTAL ACTIVITIES	
OTHER ENTERPRISE FUNDS	TOTAL CURRENT YEAR	INTERNAL SERVICE FUNDS	
\$ 511,290	\$ 2,082,203	\$ 2,830,781	
(155,909)	(2,759,952)	(110,292)	
355,381	(677,749)	2,720,489	
1,418,459	21,670,287	(683,168)	
164,654	135,085,044	15,798,593	
\$ 1,583,113	156,755,331	\$ 15,115,425	

419,062

(363,210)

\$ 156,811,183

**WASHOE COUNTY
PROPRIETARY FUNDS
STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED JUNE 30, 2002**

BUSINESS TYPE ACTIVITIES -

	WATER RESOURCES FUND	GOLF COURSE FUND	SOUTH TRUCKEE MEADOWS GID FUND
INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS			
Cash Flows From Operations:			
Cash received from customers	\$ 10,093,260	\$ 1,822,440	\$ 1,682,247
Cash received from remediation fees	1,886,942	-	-
Cash received from water surcharge fees	972,953	-	-
Cash received from other funds	933,670	-	-
Cash received from other services	680,255	-	-
Cash payments for personnel costs	(4,091,512)	(908,541)	-
Cash payments for services and supplies	(7,182,088)	(717,979)	(991,444)
Net Cash Provided (Used) by Operations	3,293,480	195,920	690,803
Cash Flows From Noncapital Financing Activities:			
Cash received from ad valorem taxes	-	-	330,096
Transfers from other funds	1,570,913	-	-
Transfers to other funds	-	-	-
Net Cash Provided (Used) by Noncapital Financing Activities	1,570,913	-	330,096
Cash Flows From Investing Activities:			
Investment earnings	992,641	25,538	100,954
Equipment supply deposit received	-	-	-
Equipment supply deposit paid	-	-	-
Net Cash Provided (Used) by Investing Activities	992,641	25,538	100,954
Cash Flows From Capital and Related Financing Activities:			
Proceeds from debt issued	18,262,142	-	-
Proceeds from asset disposition	20,160	2,821	-
Contributions from others	5,355,727	-	332,255
Contributions to others	(35,075)	-	-
Transfers to other funds	(2,604,043)	-	-
Developer deposits received	1,103,868	-	-
Principal paid on financing	(1,401,493)	(150,000)	(285,000)
Interest paid on financing	(457,297)	(137,250)	(38,303)
*Acquisition of capital assets/plant capacity	(16,364,788)	(143,561)	(1,114,749)
Net Cash Provided (Used) by Capital and Related Financing Activities	3,879,201	(427,990)	(1,105,797)
Net Increase (Decrease) in Cash and Cash Equivalents	9,736,235	(206,532)	16,056
CASH AND CASH EQUIVALENTS, JULY 1	18,431,325	1,276,420	1,883,165
CASH AND CASH EQUIVALENTS, JUNE 30	\$ 28,167,560	\$ 1,069,888	\$ 1,899,221

ENTERPRISE FUNDS		GOVERNMENTAL ACTIVITIES
OTHER ENTERPRISE FUNDS	TOTAL CURRENT YEAR	INTERNAL SERVICE FUNDS
\$ 3,781,470	\$ 17,379,417	\$ 385,329
-	1,886,942	-
-	972,953	-
-	933,670	24,357,262
-	680,255	-
(1,908,115)	(6,908,168)	(1,931,477)
(621,739)	(9,513,250)	(23,843,358)
1,251,616	5,431,819	(1,032,244)
-	330,096	-
511,290	2,082,203	2,830,781
(97,734)	(97,734)	(110,292)
413,556	2,314,565	2,720,489
47,483	1,166,616	421,782
-	-	1,563,104
-	-	(1,542,108)
47,483	1,166,616	442,778
-	18,262,142	-
-	22,981	173,155
-	5,687,982	-
-	(35,075)	-
-	(2,604,043)	-
-	1,103,868	-
-	(1,836,493)	-
-	(632,850)	-
-	(17,623,098)	(2,432,965)
-	2,345,414	(2,259,810)
1,712,655	11,258,414	(128,787)
97,734	21,688,644	12,517,852
\$ 1,810,389	\$ 32,947,058	\$ 12,389,065

(CONTINUED)

**WASHOE COUNTY
PROPRIETARY FUNDS
STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED JUNE 30, 2002**

	BUSINESS TYPE ACTIVITIES -		
	WATER RESOURCES FUND	GOLF COURSE FUND	SOUTH TRUCKEE MEADOWS GID FUND
RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH PROVIDED (USED) BY OPERATIONS			
Operating income (loss)	\$ (972,970)	\$ (115,566)	\$ (37,409)
Adjustments to reconcile operating income (loss) to net cash provided (used) by operations:			
Depreciation/Amortization	3,643,805	303,051	704,950
**Imputed rental expense	-	-	-
Change in assets and liabilities:			
(Increase) decrease in:			
Accounts receivable	155,838	(19,234)	37,136
Other receivables	(353)	-	-
Due from other governments	351,731	-	-
Inventory	(7,021)	(6,376)	-
Other assets	73,358	-	-
Increase (decrease) in:			
Accounts payable	(432,726)	16,824	(14,344)
Accrued salaries and benefits	2,961	17,221	-
Contracts payable	-	-	-
Deposits	98,472	-	470
Due to other governments	380,385	-	-
Pending claims	-	-	-
Total Adjustments	4,266,450	311,486	728,212
Net Cash Provided (Used) by Operations	\$ 3,293,480	\$ 195,920	\$ 690,803

****Noncash investing, capital, and financing activities:**

During the current fiscal year the Equipment Services Fund entered into equipment rental agreements requiring cash deposits totaling \$1,624,000. Deposits remaining from prior year rental agreements total \$2,797,106. These deposits are considered to be equivalent to noninterest bearing loans. Interest income and rental expense of \$183,228 have been imputed to give accounting recognition to these transactions.

*Acquisition of Capital Assets Financed by Cash	\$ 16,364,788	\$ 143,561	\$ 1,114,749
Add: Capital contributions received	15,214,025	-	980,235
Increase/(decrease) in accounts payable	-	-	-
Increase/(decrease) in contracts/retention/leases payable	1,067,530	977,170	(16,118)
Total Acquisition of Capital Assets	\$ 32,646,343	\$ 1,120,731	\$ 2,078,866

The notes to the financial statements are an integral part of this statement.

ENTERPRISE FUNDS		GOVERNMENTAL ACTIVITIES
OTHER ENTERPRISE FUNDS	TOTAL CURRENT YEAR	INTERNAL SERVICE FUNDS
\$ 1,013,225	\$ (112,720)	\$ (4,593,456)
-	4,651,806	1,619,848
-	-	183,228
(7,914)	165,826	(18,113)
-	(353)	(41,328)
-	351,731	(2,663)
-	(13,397)	(72,989)
-	73,358	(100,024)
2,716	(427,530)	199,911
243,589	263,771	(7,655)
-	-	(144,003)
-	98,942	-
-	380,385	-
-	-	1,945,000
238,391	5,544,539	3,561,212
\$ 1,251,616	\$ 5,431,819	\$ (1,032,244)

\$ -	\$ 17,623,098	\$ 2,432,965
-	16,194,260	455,654
-	-	323,825
-	2,028,582	-
\$ -	\$ 35,845,940	\$ 3,212,444

**WASHOE COUNTY
FIDUCIARY FUNDS
STATEMENT OF FIDUCIARY NET ASSETS
JUNE 30, 2002**

	INVESTMENT TRUST FUND	PUBLIC GUARDIAN PRIVATE-PURPOSE TRUST FUND	AGENCY FUNDS
ASSETS			
Cash and investments (Note 4)	\$ 54,867,998	\$ 951,887	\$ 15,010,793
Financial assurances	-	-	5,186,982
Accounts receivable	-	-	392,443
Consolidated tax receivable	-	-	2,301,434
Property taxes receivable	-	-	2,950,677
Other taxes receivable	-	-	2,539,852
Interest receivable	392,347	-	17,518
Due from other governments	-	-	378,447
Other assets	-	-	300
	<hr/>	<hr/>	<hr/>
Total Assets	55,260,345	951,887	28,778,446
	<hr/>	<hr/>	<hr/>
LIABILITIES			
Due to others/governments	-	-	28,778,446
	<hr/>	<hr/>	<hr/>
NET ASSETS			
Held in trust for pool participants and trust beneficiaries	\$ 55,260,345	\$ 951,887	\$ -
	<hr/> <hr/>	<hr/> <hr/>	<hr/> <hr/>

The notes to the financial statements are an integral part of this statement.

WASHOE COUNTY
FIDUCIARY FUNDS
STATEMENT OF CHANGES IN FIDUCIARY NET ASSETS
FOR THE YEAR ENDED JUNE 30, 2002

	INVESTMENT TRUST FUND	PUBLIC GUARDIAN PRIVATE-PURPOSE TRUST FUND
ADDITIONS		
Estate proceeds	\$ -	\$ 2,423,040
Investment income:		
Interest	2,440,750	-
Net increase (decrease) in the fair value of investments	335,443	-
Capital share transactions	(772,245)	-
Total Additions	<u>2,003,948</u>	<u>2,423,040</u>
DEDUCTIONS		
Distributions to beneficiaries	<u>-</u>	<u>2,225,173</u>
Change in Net Assets	2,003,948	197,867
NET ASSETS, JULY 1	<u>53,256,397</u>	<u>754,020</u>
NET ASSETS, JUNE 30	<u><u>\$ 55,260,345</u></u>	<u><u>\$ 951,887</u></u>

The notes to the financial statements are an integral part of this statement.



NOTES TO FINANCIAL STATEMENTS

POLICIES, COMPLIANCE, AND ACCOUNTABILITY

NOTE 1 ~ SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

NOTE 2 ~ COMPLIANCE WITH NEVADA REVISED STATUTES
AND ADMINISTRATIVE CODE

NOTE 3 ~ FUND ADDITIONS/RECLASSIFICATIONS

ASSETS

NOTE 4 ~ CASH AND INVESTMENTS

NOTE 5 ~ OTHER ASSETS

NOTE 6 ~ RESTRICTED ASSETS

NOTE 7 ~ LONG-TERM ASSETS

NOTE 8 ~ CAPITAL ASSETS

LIABILITIES

NOTE 9 ~ OTHER LIABILITIES AND CONTINGENCIES

NOTE 10 ~ DEFERRED REVENUE

NOTE 11 ~ NEW FINANCING AND DEBT RELATED MATTERS

NOTE 12 ~ WASHOE COUNTY DEBT

NOTE 13 ~ ANNUAL PRINCIPAL/INTEREST REQUIREMENTS

FUND EQUITY

NOTE 14 ~ FUND BALANCE/NET ASSETS – RESTRICTIONS, RESERVATIONS,
DESIGNATIONS, DEFICIT

REVENUES/EXPENDITURES/OTHER

NOTE 15 ~ CAPITAL CONTRIBUTIONS

NOTE 16 ~ INTERFUND BALANCES AND TRANSFERS

NOTE 17 ~ JOINT VENTURES

NOTE 18 ~ PENSION PROGRAM

NOTE 19 ~ OTHER POSTEMPLOYMENT BENEFITS

NOTE 20 ~ RISK MANAGEMENT

NOTE 21 ~ SUBSEQUENT EVENTS



East Washoe County

**WASHOE COUNTY
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2002**

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Washoe County was incorporated in 1861 and is a municipality of the State of Nevada governed by a five-member elected Board of County Commissioners. The major operations of Washoe County include various tax assessments and collections, judicial functions, law enforcement, certain public health and welfare functions, road maintenance, parks, libraries, and various administrative activities.

The accompanying financial statements of the County and its component units have been prepared in accordance with accounting principles generally accepted in the United States of America (GAAP), as applied to governmental units. The Governmental Accounting Standards Board (GASB) is the standard-setting body for governmental accounting and financial reporting. The GASB periodically updates its codification of the existing Governmental and Financial Reporting Standards which, along with subsequent GASB pronouncements (Statements and Interpretations), constitutes GAAP for governmental units.

A. Reporting Entity

These financial statements present the County and its component units. As defined in GASB Statement No. 14, component units include legally separate organizations for which the County is financially accountable. In the case of South Truckee Meadows General Improvement District and Truckee Meadows Fire Protection District, financial accountability is determined primarily by the Board of County Commissioners' participation as the governing body of these entities. As the governing body, the Board can impose its will on significant aspects of the operations of these entities. The following component units are "blended" or included within the financial statements of Washoe County.

South Truckee Meadows General Improvement District was formed in 1981 pursuant to Chapter 318 of the Nevada Revised Statutes (NRS) to furnish water, storm drainage, and sanitary sewer facilities to individuals within its geographic boundaries.

Truckee Meadows Fire Protection District levies taxes and, through equal monthly installments, pays its share of fire services in accordance with an interlocal agreement with the City of Reno. Effective July 1, 2000, all District employees were transferred to the City of Reno in an attempt to enhance fire protection services to taxpayers through consolidation. The initial agreement is through June 30, 2003.

Separate financial statements for the two districts are filed at the Washoe County Clerk's Office, Washoe County Courthouse, Court Street and South Virginia, Reno, Nevada.

B. Basic Financial Statements – Government-Wide Statements

The basic financial statements include both government-wide (based on the County as a whole) and fund financial statements. The reporting focus is on either the County as a whole or major individual funds and nonmajor funds in the aggregate (within the fund financial statements). Both the government-wide and fund financial statements (within the basic financial statements) categorize primary activities as either governmental or business type.

The government-wide financial statements (the statement of net assets and the statement of activities) report information on all of the nonfiduciary activities of the County and its component units. For the most part, the effect of interfund activity, including indirect cost allocations, has been removed from these statements. Interfund activities relating to services provided and used between functions are not eliminated. Elimination of these charges would distort the direct costs and program revenues reported for the various functions concerned. Governmental activities, which normally are supported by taxes and intergovernmental revenue, are reported separately from the business-type activities, which rely to a significant extent on user fees and charges for support.

WASHOE COUNTY
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2002
(CONTINUED)

In the government-wide Statement of Net Assets, both the governmental and business-type activities columns are presented on a consolidated basis by column, and are reflected on a full accrual, economic resource basis which recognizes all long-term assets and receivables as well as long-term debt and obligations. The County's net assets are reported in three parts – invested in capital assets, net of related debt, restricted net assets and unrestricted net assets. The County first utilizes restricted resources to finance qualifying activities then unrestricted resources as they are needed.

The government-wide Statement of Activities reports both the gross and net cost of each of the County's functions and business-type activities. The functions are also supported by general government revenues (property and consolidated taxes, certain intergovernmental revenues, interest income not legally restricted for specific programs, etc.). The Statement of Activities reduces gross expenses (including depreciation) by related program revenues, operating and capital grants. Program revenues include charges to customers or applicants for goods, services, or privileges provided; operating grants and contributions; and capital grants and contributions, including special assessments and investment earnings legally restricted to support specific programs. Program revenue must be directly associated with the function or business-type activity. Operating grants include operating-specific and discretionary grants while the capital grants reflect capital-specific grants. The net costs (by function or business-type activity) are normally covered by general revenue.

C. Basic Financial Statements - Fund Financial Statements:

The financial transactions of the County are reported in individual funds in the fund financial statements. Each fund is accounted for by providing a separate set of self-balancing accounts that comprise its assets, liabilities, fund equity, revenues and expenditures/expenses. Separate financial statements are provided for governmental funds, proprietary funds, and fiduciary funds, even though the latter are excluded from the government-wide financial statements.

The emphasis in fund financial statements is on the major funds in either the governmental or business-type activity categories. Nonmajor funds by category are summarized into a single column. GASB Statement No. 34 sets forth minimum criteria (percentage of the assets, liabilities, revenues or expenditures/expenses of either fund category or the governmental and business-type categories combined) for the determination of major funds. County management may electively add funds as major funds, when it is determined the funds have specific community or management focus. Major individual governmental funds and major individual enterprise funds are reported as separate columns in the fund financial statements.

The focus of the governmental funds' measurement in the fund statements is upon determination of financial position and changes in financial position (sources, uses, and balances of financial resources) rather than upon net income.

The focus for proprietary fund measurement is upon determination of operating income, changes in net assets, financial position, and cash flows. Proprietary funds distinguish operating revenues and expenses from nonoperating items. Operating revenues and expenses generally result from providing services and producing and delivering goods in connection with a proprietary fund's principal ongoing operations. Operating expenses for the enterprise funds and internal service funds include the cost of sales and services, administrative expenses, and depreciation of capital assets. All revenues and expenses not meeting this definition are reported as nonoperating revenues and expenses. The generally accepted accounting principles applicable are those similar to businesses in the private sector.

The County's internal service funds are presented in the proprietary funds financial statements. Because principal users of internal services are the County's governmental activities, the financial statements of the internal service funds are consolidated into the governmental column when presented in the government-wide financial statements. To the extent possible, the costs of these services are reported in the appropriate functional activity.

WASHOE COUNTY
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2002
(CONTINUED)

The County's fiduciary funds are presented in the fiduciary fund financial statements by type. Since, by definition, these assets are held for the benefit of a third party and cannot be used to address activities or obligations of the County, these funds are not incorporated into the government-wide statements.

The County uses the following funds:

1. Major Funds:

A. Governmental Funds:

1. The **General Fund** accounts for many of the County's primary services (Sheriff, District Attorney, General Services and Social Services, etc.) and is the primary operating unit of the County.
2. The **Pre-Funded Retiree Health Benefits Fund** accounts for resources to pay for retiree medical costs.
3. The **Special Assessment Debt Service Fund** accounts for assessments, penalties and interest, and other resources to retire debt issued for completed improvements benefiting the properties against which special assessments are levied.
4. The **Park Construction Tax Fund** accounts for residential construction taxes that are legally restricted to the improvement, expansion and acquisition of new and existing parks. It also accounts for park capital projects and the resources derived from bond issues.
5. The **Public Works Construction Fund** accounts for the County's major capital projects. The resources are derived primarily from the issuance of bonds.
6. The **Infrastructure Fund** accounts for the .125% infrastructure sales tax to retire debt issued for various flood control and public safety projects.

B. Business-type Funds:

1. The **Water Resources Fund** accounts for water planning, remediation, flood control and operations of the County's water and sewer systems.
2. The **Golf Course Fund** accounts for the operations of the County's two golf courses and restaurant operations.
3. The **South Truckee Meadows General Improvement District Fund**, a component unit, accounts for the operations of the District's water services.

2. Internal Service Funds:

- A. The **Risk Management Fund** accounts for self-insurance fees to provide property and liability insurance, workers' compensation and unemployment compensation insurance.
- B. The **Health Benefits Fund** accounts for the self-funded health plan and other contractual health insurance plans.
- C. The **Equipment Services Fund** accounts for billings to maintain and purchase vehicles and large equipment used by county departments.

3. Fiduciary Fund Types:

- A. The **Investment Trust Fund** accounts for the external portion of the county investment pool.
- B. The **Public Guardian Private-Purpose Trust Fund** accounts for funds held in a trustee capacity by the Public Guardian for the benefit of persons or estates.
- C. **Agency Funds** account for assets held by Washoe County in a trustee capacity or as an agent for other governmental units.

WASHOE COUNTY
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2002
(CONTINUED)

4. Noncurrent Governmental Assets and Liabilities:

GASB Statement No. 34 eliminates the presentation of Account Groups, but provides for these balances to be maintained and incorporated into the Governmental column of the government-wide Statement of Net Assets.

D. Measurement Focus, Basis of Accounting:

The measurement focus describes the types of transactions and events that are reported in a fund's operating statement. Basis of accounting refers to the point at which revenues or expenditures/expenses are recognized and reported in the financial statements. It relates to the timing of the measurements made, regardless of the measurement focus applied.

The government-wide financial statements are reported using the economic resources measurement focus and the accrual basis of accounting, as are the proprietary fund and fiduciary fund financial statements. Revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of related cash flows. Property taxes are recognized as revenues in the year for which they are levied. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met.

Pronouncements of the Financial Accounting Standards Board (FASB) issued after November 30, 1989, are not applied in the preparation of the government-wide or proprietary fund financial statements in accordance with GASB Statement No. 20.

Governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Revenues are recognized when they are both measurable and available. Revenues are considered to be available when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the government considers revenues to be available if they are collected within 60 days of the end of the current fiscal period. When revenues are due but will not be collected within 60 days after year-end, the receivable is recorded and an offsetting deferred revenue account is established. Expenditures generally are recorded when a liability is incurred, as under accrual accounting. However, debt service expenditures, as well as expenditures related to compensated absences and claims and judgments, are recorded only when payment is due.

Governmental revenues susceptible to accrual are ad valorem taxes, interest, grant revenues and revenues collected and distributed by the State. These include consolidated taxes, government services taxes, and motor vehicle fuel taxes. Construction taxes, licenses and permits, fines, and charges for services are recognized as revenue when they are received.

E. Budgets and Budgetary Accounting:

Washoe County adheres to the Local Government Budget and Finance Act incorporated within state statutes, which includes the following major procedures to establish the budgetary data reflected in these financial statements.

1. On or before April 15, the Board of County Commissioners submits a tentative budget to the Nevada State Department of Taxation for the next fiscal year, commencing on July 1. The budget as submitted contains the proposed expenditures and means to finance them.
2. The Nevada State Department of Taxation notifies the County of its acceptance of the budget.
3. Public hearings on the tentative budget are held on the third Monday in May.

WASHOE COUNTY
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4. After all the changes have been noted and hearings closed, the Board adopts the budget on or before June 1 and files it with the Nevada State Department of Taxation.
5. Budgets are adopted on a basis consistent with Accounting Principles Generally Accepted in the United States of America (GAAP) for all funds except the trust and agency funds, which do not require budgets. Formal budgetary integration in the financial records is employed to enhance management control during the year.
6. All budget amounts presented in these financial statements and schedules reflect the original budget and amended budget (which have been adjusted for legally authorized revisions of the annual budgets during the year). Appropriations except encumbrances and unexpended grant appropriations, lapse at the end of each fiscal year.
7. The legal level of budgetary control is at the function level for the General Fund, special revenue, debt service and capital projects funds, and by the sum of operating and non-operating expenses in the proprietary funds. Statutes do not require that capital outlay, debt service payments and other cash transactions normally reflected in the balance sheet of the proprietary funds be limited by the budget. However, they are budgeted in the Statement of Cash Flows and in the corresponding Budget Form F-2.
8. The Budget Manager is authorized to transfer appropriations within and between funds if amounts do not exceed the original budget. The Board of County Commissioners is advised of the transfer and the transfer is recorded in the minutes. Augmentations in excess of original budget require approval from the Board of County Commissioners. The budget was adjusted during the fiscal year. Budgetary transfers and grant entries had no effect on budgeted fund balances. Transfers from contingency in the General Fund were \$494,000. Transfers to contingency of \$2,017,089 resulted from a budget reduction plan approved by the Board of County Commissioners to remove excess budgetary authority from departments in the General Fund and the Equipment Services Fund. Augmentations from beginning fund balance (including reserved for encumbrances and reserved for projects) and previously unbudgeted resources increased the following fund appropriations:

General Fund	\$ 4,804,673
Special Revenue Funds	233,744
Capital Projects Funds	17,213,892
Blended Component Units	621,188
Total Augmentations	<u>\$ 22,873,497</u>

F. Financial Statement Amounts

1. Cash and Investments:

For purposes of the statement of cash flows presented for proprietary funds, cash equivalents are defined as short-term, highly liquid investments, generally with original maturities of three months or less. Since all cash in proprietary funds is pooled with the rest of the County's cash and is available upon demand, all cash and investments in those funds are considered cash equivalents.

Investments are recorded at fair value. Interest earned on investments is allocated to certain funds based on average daily cash balances.

WASHOE COUNTY
NOTES TO FINANCIAL STATEMENTS
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(CONTINUED)

Pursuant to NRS 355.170, Washoe County may invest in the following types of securities:

- Obligations of the United States, or an agency or instrumentality of the United States, or a corporation sponsored by the government, maturing within ten (10) years from the date of purchase.
- Time certificates of deposit from commercial banks and insured savings and loan associations within the State of Nevada, and certain farm loan bonds.
- Certain securities issued by local governments of the State of Nevada and other securities expressly provided by other statutes, including repurchase agreements.
- Money market mutual funds that are registered with the Securities and Exchange Commission, are AAA rated and invest only in securities of the Federal Government or fully collateralized repurchase agreements.

NRS 355.172 requires the Treasurer or his agent to take physical possession of collateral in the name of Washoe County for all securities except those subject to repurchase by the seller if the County has a fully perfected, first-priority security interest having a fair market value equal to or greater than the repurchase price of the securities. The trust department of Bank of New York takes physical possession of all securities for repurchase agreements, in compliance with appropriate statutes.

2. Investment Pool Investment Income:

Interest income is recorded on the accrual basis in the investment pool. Net realized gains (losses) on investments are the sum of differences between the cost (if purchased during the fiscal year) or the fair value of the investment at the beginning of the year, and the net selling price received for investments that are sold or matured. The net increase (decrease) in fair value of investments in the investment pool is the difference between the cost (if purchased during the fiscal year) or the fair value of the investments at the beginning of the year, and the fair value of the investments at the end of the year.

3. Property Taxes Receivable:

All real property in Washoe County is subject to physical reappraisal every five years. Annual adjustments are made to the assessed valuation to reflect general changes in property values. The assessed valuation of the property and its improvements is computed at 35% of "taxable value" as defined by statute. Taxable value is defined as full cash value for land, replacement cost less straight-line depreciation for land improvements, and statutory depreciation for personal property. The maximum depreciation allowed is 75% of replacement cost.

The maximum tax rate for all overlapping governmental units within any county, as established by the state constitution, is \$5 per \$100 assessed valuation. The combined overlapping rate for any county is further limited by state statute to \$3.64 per \$100 assessed valuation except in cases of severe financial emergency as defined in NRS 354.705. The County's individual tax rate for 2001-02 was \$1.2705 per \$100 of assessed valuation. The total combined rate was \$2.5590 per \$100 of assessed valuation in the unincorporated area of the County, exclusive of special district tax rates.

Tax rates are levied by the County Commissioners immediately after the Nevada Tax Commission has certified the combined tax rate. The individual tax rate was certified by June 26, 2001 and submitted to the Treasurer for collection. The tax rate levied is for the current fiscal year, July 1 to June 30, and the taxes are considered a lien against real property attaching on July 1. The tax for the 2001-02 fiscal year was due and payable on the third Monday in August 2001. Taxes may be paid in four equal installments on the third Monday in August and the first Mondays in October, January and March.

WASHOE COUNTY
NOTES TO FINANCIAL STATEMENTS
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(CONTINUED)

Taxes on personal property are collected currently. Personal property declarations are mailed out annually and the tax is computed using percentages of taxable values established by the Department of Taxation and the tax rates. The major classifications of personal property are commercial and mobile homes. In Washoe County, taxes on motor vehicles are collected by a state agency and remitted to the County based on statutory formulas.

Secured roll property taxes receivable reflect only those taxes receivable from the last two delinquent roll years. Delinquent taxes from all roll years prior to 2000-01 have been written off. No provision for uncollectible amounts has been established since management does not anticipate any material collection loss in respect to remaining balances.

Personal property taxes receivable reflect only those taxes management believes is collectible from the two prior years (75% of the 2001-02 roll balances and 25% of the 2000-01 roll balances). Delinquent personal property taxes from all other prior years have been written off.

4. Inventories:

Inventories for proprietary funds are valued at the lower of cost or market on a first-in, first-out basis. Truckee Meadows Fire Protection District General Fund inventories are valued at cost on a first-in, first-out basis, which approximates market, from which items are recorded as expenditures when consumed rather than when purchased. For all other funds, Washoe County charges consumable supplies as expenditures against appropriations at the time of purchase. Any inventories of such supplies at June 30 are not material to the individual funds and are not recognized in these financial statements.

5. Capital Assets:

Capital assets, which include land, buildings, equipment and infrastructure assets (e.g., roads, bridges, sidewalks, and similar items), are reported in the applicable governmental or business-type activities columns in the government-wide financial statements. Assets are recorded at historical cost or estimated historical cost. Contributed assets are recorded at their estimated fair market value at the date of donation. The County's capitalization level for infrastructure assets is \$100,000 and \$10,000 for all other classifications of capital assets. The capitalization level for Truckee Meadows Fire Protection District is \$3,000. South Truckee Meadows General Improvement District's capitalization level is \$3,000. The costs of normal maintenance and repairs that do not add to the value of the asset or materially extend assets lives are not capitalized.

Major outlays for capital assets and improvements are capitalized as projects are constructed. Interest incurred during the construction phase of capital assets of business-type activities is included as part of the capitalized value of the assets constructed.

Capital assets are depreciated using the straight-line method over the following estimated useful lives:

	YEARS
Buildings	25-40
Improvements	10-25
Equipment	5-10
Vehicles	2-15
Stormwater and Wastewater Lines and Pump Stations	10-50
Other Infrastructure	10-50

The retroactive reporting of infrastructure is subject to an extended implementation period and is first effective for fiscal years ending in 2005. The County will implement the retroactive infrastructure provisions for assets acquired between July 1, 1980 and July 1, 2000, by or before fiscal year ending June 30, 2005.

WASHOE COUNTY
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2002
(CONTINUED)

6. Long-term Obligations, Bond Discounts and Issuance Costs:

In government-wide financial statements and proprietary fund types in the fund financial statements, long-term debt and other long-term obligations are reported as liabilities in the applicable governmental activities, business-type activities, or proprietary fund type statement of net assets. Bond premiums and discounts, as well as issuance costs, are deferred and amortized over the life of the bonds using the straight-line method. Bonds payable are reported net of the applicable bond premium or discount. Bond issuance costs are reported as deferred charges and amortized over the term of the related debt.

In fund financial statements, governmental fund types recognize bond premiums and discounts, as well as bond issuance costs, during the current period. The face amount of debt issued is reported as other financing sources. Premiums received on debt issuances are reported as other financing sources while discounts on debt issuances are reported as other financing uses. Issuance costs, whether or not withheld from the actual debt proceeds received, are reported as debt service expenditures.

7. Compensated Absences:

In proprietary funds, compensated absences are recorded when the liabilities are incurred. In governmental funds, the current portion is recorded as a payroll expenditure. The long-term portion is accounted for in the governmental column of the government-wide Statement of Net Assets.

The current portion of compensated absences is defined as those benefits actually paid or accrued as a result of employees who have terminated employment by June 30. Agreements with various employees' associations provide for payment of total accrued compensatory and vacation time in all cases. Accumulated sick leave benefits are payable to terminated employees who have accumulated a set number of hours up to a specified maximum, depending on the particular employee association.

8. Interfund Activity:

Interfund activity is reported as either a loan, services provided, reimbursements or transfers. Loans are reported as interfund receivables and payables as appropriate and are subject to elimination upon consolidation. Services provided, deemed at or near market rates, are treated as revenues and expenditures/expenses. Indirect cost allocations for support services are revenue and expense in the fund financial statements and are eliminated in the government-wide Statement of Activities. Reimbursements occur when one fund incurs a cost, charges the appropriate benefiting fund and reduces its related cost. Transfers between governmental or proprietary funds are netted as part of the reconciliation to government-wide financial statements.

9. Equity Classifications:

In government-wide statements, equity is classified as net assets and displayed in three components:

- a. Invested in capital assets, net of related debt – Consists of capital assets, net of accumulated depreciation and reduced by the outstanding balances of any bonds, notes, or other borrowings that are attributable to the acquisition, construction, or improvement of those assets.
- b. Restricted net assets – Consists of net assets with constraints placed on the use either by (1) external groups such as creditors, grantors, contributors, or laws or regulations of other governments; or (2) law through constitutional provisions or enabling legislation.
- c. Unrestricted net assets – All other net assets that do not meet the definition of "restricted" or "invested in capital assets, net of related debt."

In fund financial statements, governmental fund equity is classified as fund balance. Fund balance is further classified as reserved and unreserved. Reservations of fund balance consist of amounts that are not

WASHOE COUNTY
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2002
(CONTINUED)

available for appropriation or are legally restricted by outside parties for use for a specific purpose. Proprietary fund equity is classified the same as in the government-wide statements.

NOTE 2 - COMPLIANCE WITH NEVADA REVISED STATUTES AND ADMINISTRATIVE CODE

The County conformed to all significant statutory and code requirements on its financial administration during the year with the following possible exceptions:

Major Governmental Funds:

Total actual expenditures exceeded budget appropriations by \$1,660,972 in the Special Assessment Debt Service Fund. Total Non Ad Valorem Supported Debt exceeded budget appropriations by \$1,657,951. Although this appears to be a violation of NRS 354.626, the over-expenditure occurred as the result of debt service repayments expressly authorized by law, which fall under the exception to the criteria of over-expenditure. The General Government Function exceeded budget appropriations by \$3,021. This is a potential violation of NRS 354.626.

Major Business-type Funds

The sum of actual operating and nonoperating expenses exceeded budgeted appropriations in the Golf Course Fund by \$26,071. While this appears to be a violation of NRS 354.626, the expense in excess of appropriation occurred as a result of debt service payments expressly authorized by law, which falls under the exception to the criteria for overspending.

Nonmajor Governmental Funds

Total actual expenditures in the Debt Service Fund exceeded budget appropriations by \$254,374. Although this appears to be a violation of NRS 354.626, the over-expenditure occurred as the result of debt service repayments expressly authorized by law, which falls under the exception to the criteria for over-expenditure.

Internal Service Funds

Total operating expenses in the Risk Management Fund exceeded appropriations by \$109,374. This is a potential violation of NRS 354.626.

NOTE 3 - FUND ADDITIONS

The Building and Safety Fund, an enterprise fund, was established per NRS 354 to account for resources and disbursements relative to the provision of building and safety services.

The Financial Assurance Fund, an agency fund, was established to account for various assets held by the County until specified obligations are met by property owners and land use agreements.

The Public Guardian Private-Purpose Trust Fund was established to account for funds held in a trustee capacity by the Public Guardian for the benefit of persons or estates.

Pursuant to an interlocal agreement, the Regional Public Safety Training Center Fund was established as an agency fund to account for partnering agencies annual contributions to cover operating, repair, and maintenance costs associated with the Regional Public Safety Training Center.

WASHOE COUNTY
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2002
(CONTINUED)

NOTE 4 - CASH AND INVESTMENTS

Washoe County's investments are categorized as either (1) insured or registered for which the securities are held by the government or its agent in the government's name, (2) uninsured and unregistered for which the securities are held by the counterparty's trust department or agent in the government's name, or (3) uninsured and unregistered for which the securities are held by the counterparty, or by its trust department or agent but not in the government's name. The County's investments are all Category 1.

INVESTMENTS:	CATEGORY	CARRYING AMOUNT/FAIR VALUE		
	1	POOLED	NONPOOLED	TOTAL
U.S. Treasury Notes and Bonds	\$ 20,669,510	\$ 18,945,625	\$ 1,723,885	\$ 20,669,510
U.S. Government Securities	156,102,853	156,102,853	-	156,102,853
Municipal Bond	961,420	-	961,420	961,420
Total Categorized Investments	<u>\$ 177,733,783</u>			
Money Market Mutual Funds (not subject to categorization)		26,119,899	63,072,893	89,192,792
Total Investments		201,168,377	65,758,198	266,926,575
Total Cash		-	16,328,358	16,328,358
Total Cash and Investments ¹		<u>\$201,168,377</u>	<u>\$82,086,576</u>	<u>\$283,254,933</u>

¹Total cash and investments include restricted cash held in the Water Resources, Risk Management and Golf Course Funds.

Pooled investments are carried at fair value determined by quoted market prices, net of accrued interest. All pooled investments are physically collateralized and held by Bank of New York, except for the Money Market Mutual Funds.

Investment income has been allocated to funds pursuant to the provisions of the NRS 355.170 – 175, which allow income from investments associated with one fund to be assigned to another fund.

At year end, Washoe County's carrying amount of deposits was \$16,328,358 and the bank balance was \$23,051,744. The bank balance was covered by federal depository insurance, American Share Insurance, or by collateral held by Washoe County's agent in the County's name.

The difference between the carrying amount and bank balance results from outstanding checks and deposits not yet reflected in the banks' records. Bank balances exceed the County's carrying amount by \$6,723,386.

Washoe County administers an external investment pool combining Washoe County money with voluntary investments from Washoe County School District, Regional Transportation Commission, Nevadaworks, TRWQSA Joint Venture and the Washoe County Library Gift Fund. The Board of County Commissioners has overall responsibility for investment of county funds, including the Investment Trust Fund, in accordance with NRS 355.175. The Washoe County Chief Investment Official is the Washoe County Treasurer, under authority delegated by the Board of County Commissioners. The Investment Committee, created by Washoe County Code Section 15.220, has been delegated the investment decision making authority in Washoe County and serves also in an advisory capacity to the Treasurer and Board of County Commissioners. Bank of New York determines the fair value of Washoe County investments monthly. The County has not provided or obtained any legally binding guarantees during the period to support the value of shares. The external investment pool is not registered with the SEC as an investment company.

WASHOE COUNTY
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2002
(CONTINUED)

The participant's share and redemption value are calculated using the same method. Each participant's share is equal to their original investment plus or minus monthly allocation of interest income, realized and unrealized gains and losses. The determination of realized gains and losses is independent of the determination of the net change in the fair value of investments. Realized gains and losses on investments that were held by the County during previous accounting period(s), but sold during the current period, were used to compute the change in the fair value of investments for the previous year(s) as well as the current year.

Summary of investments held in the external investment pool at June 30, 2002:

INVESTMENT TYPE	FAIR VALUE	PRINCIPAL AMOUNT/ NUMBER OF SHARES	INTEREST RATE	MATURITY DATES
U.S. Treasury Notes and Bonds	\$ 18,945,625	\$ 19,000,000	3.5-5.0%	November 15, 2006 – August 15, 2011
U.S. Government Securities	156,102,853	155,540,000	3.0-5.5%	August 15, 2003 – June 26, 2009
Money Market Mutual Funds	26,119,899	26,119,899 shares	Variable	July 1, 2002

Total Pooled Investments \$ 201,168,377

External Investment Pool financial statements:

Statement of Net Assets, June 30, 2002

Assets:

Investments in Securities:

U.S. Treasury Notes and Bonds	\$ 18,945,625
U.S. Government and Agency Securities	156,102,853
Money Market Mutual Funds	26,119,899
Interest Receivable	<u>1,375,594</u>

Total Assets \$202,543,971

Net Assets: \$202,543,971

Net assets consist of:

Internal participants	\$147,283,626
External participants	<u>55,260,345</u>

Total Net Assets held in trust for pool participants \$202,543,971

(Participant units outstanding, \$1.00/par)

Statement of Changes in Net Assets, Year Ended June 30, 2002

Additions:

Investment earnings	\$ 8,580,077
Net realized gain on investments	1,079,668
Net increase in fair value of investments	<u>106,122</u>
Increase in net assets resulting from operations	9,765,867
Capital share transactions	<u>(151,055)</u>
Change in Net Assets	9,614,812
Net Assets, beginning of year	<u>192,929,159</u>
Net Assets, end of year	<u>\$202,543,971</u>

WASHOE COUNTY
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2002
(CONTINUED)

NOTE 5 - OTHER ASSETS

Major Governmental Funds

Other assets in the General Fund consist of a receivable related to a low-income housing project.

Major Business-type Funds

Other assets in the Water Resources Fund of \$42,420 includes the short-term portion of a note receivable from Wolf Run Golf Course of \$5,981 and \$36,439 represents miscellaneous prepaid expenses.

Internal Service Funds:

Other assets in the Health Benefits Fund of \$41,328 represents stop loss reimbursements for four individuals; in the Risk Management Fund, \$97,255 represents prepaid insurance premiums; and in the Equipment Services Fund, \$341,877 represents prepaid lease expense.

NOTE 6 - RESTRICTED ASSETS

Major Business-type Funds

Various cash balances totaling \$6,450,176 in the Water Resources Fund are classified as restricted because their use is limited by applicable bond covenants and agreements. Bond proceeds of \$4,233,624 from the Series 2001B, General Obligation Bonds is restricted by covenants for water projects; \$1,730,370 of remediation fees is restricted for water remediation efforts; \$402,788 is restricted for retirement of principal and interest on the November 1, 2000, General Obligation Bonds per covenants; and \$83,394 is for Horizon Hills water and sewer system improvements as stipulated in the Horizon Hills General Improvement District dissolution agreement.

The Golf Course Fund has restricted cash of \$137,351 for the payment of principal and interest on the Golf Course Series 1997 bond issue. Bond covenants state that 1/6th of the semiannual interest and 1/12th of the annual principal payments shall be set aside from revenues each month to retire the debt.

Internal Service Funds

Cash of \$3,549,000 was restricted in the Risk Management Fund, pursuant to NRS 616B.300 for a workers' compensation deposit, to insure the payment of claims. This deposit is held in an investment account managed by the County.

NOTE 7 - LONG-TERM ASSETS

Major Business-type Funds

Long-term assets in the Water Resources Fund consist of \$4,257,846 of unamortized cost of plant capacity of a sewer treatment plant purchased from the Sun Valley Water and Sanitation District, capacity rights of the interceptors in the Spanish Springs area, sewer treatment capacity at the Truckee Meadows Water Reclamation Facility, and facility improvements related to a wholesale water service agreement between the County and Sierra Pacific Power Company. The County will have access to capacity rights in the sewer treatment plant for certain unincorporated areas of the County in perpetuity, with the cost being amortized over forty years.

Long-term assets in the Golf Course Fund consist of \$804,521 of unamortized cost of plant capacity representing the County's right to use 350 acre feet of treated water from City of Reno's effluent water facility.

Internal Service Funds

Long-term assets in internal service funds consist of \$2,348,228 in refundable lease agreement deposits relating to leased equipment and \$423,239 prepaid lease expense in the Equipment Services Fund.

WASHOE COUNTY
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2002
(CONTINUED)

NOTE 8 – CAPITAL ASSETS

Capital asset activity for the year ended June 30, 2002 was as follows:

	Beginning Balance	Increases	Decreases	Ending Balance
Governmental activities:				
Capital assets, not being depreciated				
Land	\$ 87,297,353	\$ 5,423,038	\$ 5,445,100	\$ 87,275,291
Construction in progress	23,583,776	29,733,621	34,190,488	19,126,909
Total capital assets not being depreciated	110,881,129	35,156,659	39,635,588	106,402,200
Capital assets being depreciated				
Land improvements	29,173,296	5,676,595	-	34,849,891
Buildings/improvements	139,738,780	21,686,512	-	161,425,292
Equipment	39,461,149	5,453,123	1,963,130	42,951,142
Infrastructure	977,686	29,173,672	-	30,151,358
Total capital assets being depreciated	209,350,911	61,989,902	1,963,130	269,377,683
Less accumulated depreciation for:				
Land improvements	12,299,063	1,607,312	-	13,906,375
Buildings/improvements	39,414,292	4,027,499	-	43,441,791
Equipment	25,695,470	3,177,625	1,928,133	26,944,962
Infrastructure	-	1,267,401	-	1,267,401
Total accumulated depreciation	77,408,825	10,079,837	1,928,133	85,560,529
Governmental activities capital assets, net	\$ 242,823,215	\$ 87,066,724	\$ 39,670,585	\$ 290,219,354
Business-type activities:				
Capital assets not being depreciated				
Land	\$ 4,369,389	\$ 331,675	\$ -	\$ 4,701,064
Construction in progress	9,279,760	18,477,206	4,411,082	23,345,884
Total capital assets not being depreciated	13,649,149	18,808,881	4,411,082	28,046,948
Capital assets being depreciated				
Land improvements	123,487,333	19,644,997	15,412	143,116,918
Buildings/improvements	14,383,135	175,899	-	14,559,034
Equipment	4,912,887	792,710	442,233	5,263,364
Total capital assets being depreciated	142,783,355	20,613,606	457,645	162,939,316
Less accumulated depreciation for:				
Land improvements	23,015,659	3,781,829	4,636	26,792,852
Buildings/improvements	2,782,647	391,988	-	3,174,635
Equipment	2,638,801	333,110	152,298	2,819,613
Total accumulated depreciation	28,437,107	4,506,927	156,934	32,787,100
Business-type activities capital assets, net	\$ 127,995,397	\$ 34,915,560	\$ 4,711,793	\$ 158,199,164

WASHOE COUNTY
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2002
(CONTINUED)

CONSTRUCTION IN PROGRESS	Balance June 30, 2002	Remaining Committment	Future Financing
Miscellaneous park projects	\$ 1,360,043	\$ 2,296,489	\$ 9,845,000
Miscellaneous public works projects			
including General Fund projects	8,962,857	1,499,874	-
Library projects	630,537	3,427,520	5,670,000
Special assessment district projects	650,344	-	-
Regional dispatch/operations center	517,588	157,407	-
Truckee River flood control	1,268,683	165,115	-
Regional radio dispatch system	4,231,333	4,011,831	-
Integrated financial system	-	74,413	6,960,000
Sierra Court Building	-	777,533	20,000,000
Jan Evans Juvenile Justice Center	1,119,131	404,259	-
Incline maintenance facility	386,393	222,858	-
Governmental Construction In Progress	<u>\$ 19,126,909</u>	<u>\$ 13,037,299</u>	<u>\$ 42,475,000</u>

In addition, the Water Resources Fund and South Truckee Meadows General Improvement District have entered into contracts for the construction of water related projects with outstanding balances of \$1,111,999 and \$2,410 respectively.

Depreciation expense was charged to functions/programs of the primary government as follows:

Governmental Activities:		
General government	\$	1,062,621
Judicial		994,655
Public safety		2,736,623
Public works		1,347,916
Health and sanitation		127,181
Welfare		85,868
Culture and recreation		2,105,125
Capital assets held by internal service funds are charged to functions based on their usage of the assets		1,619,848
Total Depreciation Expense - Governmental Activities	\$	10,079,837
Business-type Activities:		
Utilities	\$	3,262,806
Remediation		256,749
Golf courses		282,422
South Truckee Meadows GID - a component unit		704,950
Total Depreciation Expense - Business-type Activities*	\$	4,506,927

*Does not include amortization of plant capacity of \$124,251

WASHOE COUNTY
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2002
(CONTINUED)

NOTE 9 – OTHER LIABILITIES AND CONTINGENCIES

Other Liabilities

Governmental Activities:

Other liabilities in governmental activities include special assessments refundable of \$2,295,487. These are amounts due to property owners in excess of outstanding debt plus \$10,000 (Surplus and Deficiency portion) per district, and in excess of the minimum reserve requirement for SAD No. 21.

Business-type Activities:

Other liabilities in business-type activities include developer deposits of \$803,700 for sewer connection capacity and \$336,122 for water system upgrades. When the actual cost of the future sewer capacity is determined, developers will be credited for the number of units the down payment covers. An estimate of the cost of capacity may not be determined until fiscal year 2004, at which time the fees will be recognized as revenue. Amounts received for water system upgrades will be paid to Truckee Meadows Water Authority (TMWA) as upgrades are completed. The Department of Water Resources will not begin making payments to TMWA until fiscal year 2004, with the final payment expected to be in fiscal year 2005.

Contingencies

The County is involved in various lawsuits. However, the outcome of these lawsuits is not presently determinable.

In addition to county general obligation bonds, Washoe County is contingently liable on the following Reno-Sparks Convention & Visitors Authority (RSCVA) bonds:

Series August 1, 1995 General Obligation Bonds	\$ 7,345,000
Series June 1, 1994A, General Obligation Various	
Purpose Recreational Facility Bonds	1,160,000
Series 1993B General Obligation Bonds	290,000
Series October 1, 1989 General Obligation Bonds - Partially Refunded	18,781,753
Series 1999B General Obligation Bonds - Various	
Purpose Recreational Facility Bonds	4,700,000
Series January 2000 Bonds	25,306,898
Series June 1, 2001 Refunding Bonds	92,995,000
Total RSCVA Bonds	<u>\$150,578,651</u>

Although the County is contingently liable for the general obligation bonds of RSCVA, in the event of a default, it is anticipated that resources would be reallocated to retire the bonds. Therefore, the likelihood of Washoe County assuming the debt is remote.

NOTE 10 – DEFERRED REVENUE

Governmental funds defer revenue recognition in connection with resources that have been received, but not yet earned. Governmental funds also report deferred revenue in connection with receivables for revenues

WASHOE COUNTY
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that are not considered to be available to liquidate liabilities of the current period. At the end of the current fiscal year, major components of deferred revenue reported were as follows:

	Unearned		Unavailable		
	FPILT*	Grants	Ad Valorem Taxes	Special Assessments	
Governmental Funds:					
General Fund	\$ 1,584,062	\$ -	\$ 1,138,586	\$ -	\$ 2,722,648
Special Assessment Debt Service	-	-	-	3,039,148	3,039,148
Nonmajor Governmental	-	598,000	456,196	-	1,054,196
Major Deferred Revenue	\$ 1,584,062	\$ 598,000	\$ 1,594,782	\$ 3,039,148	\$ 6,815,992

*Federal Payments in Lieu of Taxes

NOTE 11 – NEW FINANCING AND DEBT RELATED MATTERS

New Financing:

On March 16, 1999, the Board of County Commissioners approved the Sports Complex and Golf Course Effluent Reuse Agreement (the Agreement) between Washoe County and the City of Reno. Effluent from the Reno/Stead Wastewater Plant will be utilized to service a County owned sport complex and a golf course. The charges for treated effluent under the Agreement include a note payable to the City of Reno for the actual cost of designing and constructing the facilities. The effluent facility was completed July 1, 2001 at a cost of \$1,441,296. The County intends to pay debt service on \$977,170 from revenues generated by the golf course and \$464,126 from general revenues of the County. The note is being amortized quarterly at an interest rate of 6%, commencing June 30, 2002 through April 1, 2021.

On December 1, 2001, Washoe County issued \$16,620,000 of General Obligation (Limited Tax) Building Bonds (Additionally Secured by Pledged Revenues) Series 2001A. The proceeds of the Series 2001A Bonds will be used to finance all or a portion of the cost of acquiring, constructing, improving, and equipping building projects within the County, including public buildings to accommodate a juvenile justice facility and a maintenance facility and pay the costs of issuing the 2001A Bonds. Bond principal will be retired annually through 2026, commencing November 1, 2002. Interest is payable on May 1 and November 1, commencing May 1, 2002. The 2001A Bonds constitute direct and general obligations of the County, and the full faith and credit of the County is pledged for the payment of principal and interest, subject to Nevada constitutional and statutory limitations regarding the aggregate amount of ad valorem taxes. The 2001A Bonds are additionally secured by the pledge of 15% of the revenues received by the County pursuant to the City-County Relief Tax Law (NRS 377.080). Interest rates on the Bonds range from 4.0% to 5.5 %. Financial Guaranty Insurance Company insures principal and interest payments. Purchase of the Financial Guaranty policy resulted in assigned ratings of AAA by Standard & Poor's and Aaa by Moody's.

On December 1, 2001, Washoe County issued \$7,590,000 of General Obligation (Limited Tax) Medium-Term Bonds Series 2001B. The proceeds of the Series 2001B Bonds will be used to finance all or a portion of the cost of acquiring, constructing, improving, and equipping a street project for Special Assessment District No. 30, for the collection, transportation, treatment, purification and distribution of a County water system, and pay the costs of issuing the 2001B Bonds. Bond principal will be retired annually through 2011, commencing November 1, 2002. Interest rates on the Bonds range from 3.0% to 4.5% and is payable on May 1 and November 1, commencing May 1, 2002. The Bonds constitute a direct and general obligation of the County.

WASHOE COUNTY
NOTES TO FINANCIAL STATEMENTS
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The full faith and credit of the County is pledged for the payment of principal and interest subject to Nevada constitutional and statutory limitations on the aggregate amount of ad valorem taxes and certain other limitations on the amount of ad valorem taxes the County may levy. The County intends to pay debt service on the 2001B Bonds with general revenues of the County, with monies derived from assessments against properties benefiting from the improvements being constructed with a portion of the proceeds of the 2001B Bonds, and from revenues derived from the Water Resources Fund. Financial Security Assurance insures principal and interest payments. Purchase of the Financial Security Assurance policy resulted in assigned ratings of AAA by Standard & Poor's and Aaa by Moody's.

Bonds Authorized and Unissued:

On December 19, 2000 the Board approved the issuance of General Obligation (Limited Tax) sewer bonds in the maximum principal amount of \$21,000,000 to finance sewer projects. To date \$13,398,033 have been issued.

The Board of County Commissioners authorized the issuance of \$20,000,000 in General Obligation (Limited Tax) Office Building Bonds (Additionally Secured by Pledged Revenues) Series 2002A. Proceeds will be used to finance the District Attorney/Municipal Court building project and are expected to be issued October 1, 2002.

The Board of County Commissioners authorized the issuance of \$15,515,000 in General Obligation (Limited Tax) Series 2002B Park, Library and Open Space Bonds. Proceeds will be used to finance all or a portion of the cost of park, open space and library projects and are expected to be issued in October 1, 2002.

The Board of County Commissioners authorized the issuance of \$6,960,000 in General Obligation (Limited Tax) Medium-Term Bonds Series 2002C. Proceeds will be used to finance the purchase of an integrated financial system and are expected to be issued October 1, 2002.

Special Assessment Debt:

Special assessment bonds are issued to finance improvements that benefit taxpayers in a defined area. Bonds are repaid from assessments levied against these taxpayers, and are secured by their real property. In case of deficiencies, the County's General Fund and taxing power further secure all bonds with the following exception. Special Assessment District No. 23 Southwest Pointe/Arrow Creek has debt with an outstanding balance of \$10,710,000. Washoe County is only acting as an agent for these bonds and is not liable for the debt.

Bond Redemptions:

The County was able to call several special assessment bonds for early redemption, as funds were made available from the early payoff of special assessments.

On July 1, 2001 and January 1, 2002 the County called for early redemption, at 102% of principal, \$550,000 and \$835,000 respectively, of Special Assessment District No. 21 (Cold Springs) Local Improvement Bonds, Series July 1, 1996 debt.

WASHOE COUNTY
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2002
(CONTINUED)

Defeased Debt Outstanding:

In prior years, the County defeased certain general obligation debt by placing the proceeds of new bonds in an irrevocable trust to provide for all future debt service payments on the old bonds. Accordingly, the trust account assets and the liability for the defeased bonds are not included in the County's financial statements. As of June 30, the following bond issues are considered defeased:

• Consolidated Jail Facility Bonds – Partial Refunding, Series July 15, 1986	\$26,360,000
• South Truckee Meadows GID (a Component Unit), July 1, 1996	1,600,000
• Water Resources Fund Bonds Series 1986	735,000
Total Defeased Debt Outstanding	<u>\$28,695,000</u>

Conduit Debt Obligations:

The County has issued several series of revenue bonds for private activity in the public interest. They have been for water and gas facilities, colleges, and hospital facilities. The Revenue Bonds, which are paid solely from the revenue derived from the projects for which they were issued, do not become liabilities of the County under any conditions, and are therefore excluded from the County's financial statements. The aggregate principal amount payable for the twelve series issued prior to July 1, 1995, could not be determined, however, their original issue amounts totaled \$404,120,000. During the 2001/2002 fiscal year, the County passed resolutions authorizing the issuance and sale of Hospital Revenue Bonds (Washoe Medical Center, Inc.) Series 2001A not to exceed \$58,000,000.

Capital Leases and Financial Obligations Payable:

Building leases include lease purchase agreements for a regional shooting facility and a regional training complex. Equipment leases in governmental activities consist of financing agreements for the purchase of equipment in the Sheriff's Toxicology Division. Plant capacity in business-type activities represents sewer capacity rights held in perpetuity and financed with a capital lease.

The following is an analysis of assets acquired under capital leases as of June 30, 2002:

Asset Description	Governmental Fund Assets	Business-Type Fund Assets
Buildings	\$ 15,117,369	\$ -
Equipment/plant capacity	149,557	1,447,481
Less: Accumulated Amortization/Depreciation	(231,295)	(223,451)
Total Lease/Purchases	<u>\$ 15,035,631</u>	<u>\$ 1,224,030</u>

WASHOE COUNTY
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2002
(CONTINUED)

Operating Leases:

Washoe County leases office space, land, equipment and water rights under various operating lease agreements. Total lease payments in 2001/02 were \$2,378,749. Future minimum payments for these leases are:

<u>Year Ending June 30</u>	<u>Space</u>	<u>Equipment</u>	<u>Total</u>
2003	\$ 2,457,756	\$ 1,902,557	\$ 4,360,313
2004	2,018,686	-	2,018,686
2005	1,807,406	-	1,807,406
2006	1,040,596	-	1,040,596
2007	803,309	-	803,309
2008-12	141,726	-	141,726
Totals	\$ 8,269,479	\$ 1,902,557	\$ 10,172,036

Compensated Absences:

The liability for compensated absences is included in accrued salaries and benefits on the government-wide Statement of Net Assets. The liability will be liquidated primarily by the General Fund for activities attributable to governmental funds and by the Water Resources Fund for business-type activities. In fiscal year 2001/2002, 83% of governmental fund's compensated absence costs were paid by the General Fund, and in business-type funds, 63% were paid by the Water Resources Fund. Truckee Meadows FPD's compensated absences are generally liquidated from the Vacation and Sick Leave Accrual Fund. Outstanding balances at June 30, 2002 follow:

	<u>Governmental Funds</u>	<u>Business-Type Funds</u>	<u>Total</u>
Washoe County:			
Vacation	\$ 8,112,355	\$ 407,165	\$ 8,519,520
Sick Leave	4,889,887	206,856	5,096,743
Compensatory	3,191,083	134,620	3,325,703
Benefits	174,462	7,580	182,042
Total County Funds	16,367,787	756,221	17,124,008
Component Unit:			
Truckee Meadows FPD	655,066	-	655,066
Total Compensated Absences	\$ 17,022,853	\$ 756,221	\$ 17,779,074

Claims and Judgements:

The claims and judgements liability of \$8,447,000 will generally be liquidated through the Risk Management and Health Benefits internal service funds (see Note 20.) The funds finance the payment of claims by charging other funds based on Management's assessment of the relative insurance risk that should be assumed by individual funds or, as needed, through a transfer from the General Fund.

Arbitrage Rebate:

The arbitrage rebate payable is for the \$21,915,000 Sales Tax Revenue Bonds Series 1998. The arbitrage liability will be liquidated through the Infrastructure Fund and will be due after December 1, 2003.

WASHOE COUNTY
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2002
(CONTINUED)

NOTE 12 - WASHOE COUNTY DEBT

GOVERNMENTAL ACTIVITIES	Date of Issue	Original Note/Issue	Interest Rate
Capital Lease/Notes Obligations			
GE Capital lease/Sheriff's Modular Training Building	November 30, 1999	\$129,998	5.445%
Certificates of Participation Series 2000	September 1, 2000	16,950,000	4.4% - 5.25%
Capital lease/equipment/Toxicology	July 29, 1999	44,608	7.203%
Capital lease/equipment/Toxicology	November 22, 1999	91,666	6.24%
Capital lease/equipment/Toxicology	February 1, 2000	105,319	6.24%
GE Capital lease equipment/Toxicology	May 3, 2001	89,543	5.18%
Note payable/North Valley Sports Complex Effluent	April 1, 2001	464,126	6.0%
Total Capital Lease/Notes Obligations			
General Obligation Bonds			
Ad Valorem			
Jail Refunding Bonds	April 1, 1993	29,820,000	4.5% - 8.0%
Public Safety Bonds	December 1, 1996	19,000,000	4.8% - 8.25%
Library, Parks & Open Space Series 2001	May 15, 2001	22,785,000	4.2% - 6.5%
Total Ad Valorem Supported Bonds			
Medium-Term			
Various Purpose Series June 1, 1999	June 1, 1999	7,030,000	3.8% - 4.6%
Various Purpose Series March 1, 1992A	March 1, 1992	15,855,000	3.0% - 5.75%
Court Complex and Refunding Bonds Series May 1, 1994	May 1, 1994	7,965,000	3.75% - 5.6%
Various Purpose Series April 1, 1997	April 1, 1997	10,000,000	4.0% - 5.0%
Property Acquisition Bonds Series 2000A	August 1, 2000	14,000,000	4.5% - 4.8%
Antelope Valley Road Special Assess Dist Series 2001B	December 1, 2001	1,327,290	3.0% - 4.5%
Truckee Meadows Fire Protection District (a component unit)			
Various Purpose Series June 1, 1999	June 1, 1999	1,300,000	3.8% - 4.6%
Total Medium-Term Bonds			
Revenue			
Truckee River Water Quality Settlement			
Series 1998A & 1998B	April 1, 1998	12,000,000	3.25%
Facility Bonds Series 2001A	December 1, 2001	16,620,000	4.0% - 5.5%
Total General Obligation Revenue Bonds			
Total General Obligation Bonds			
Sales Tax Revenue Bonds			
Sales Tax Revenue Bonds Series 1998	December 1, 1998	21,915,000	4.0% - 5.1%
Other Liabilities			
Compensated absences - Note 11****	N/A	N/A	N/A
Arbitrage - Note 11	N/A	N/A	N/A
Claims and Judgements - Note 11	N/A	N/A	N/A
Total Other Liabilities			

****Compensated absences are included in accrued salaries and benefits.

*** Interest Matured	Principal Outstanding July 1, 2001	* Additions/ Issued	Reductions/ Principal Matured\Called	*** Principal Outstanding June 30, 2002	Payment Due in 2002-2003		Fiscal Year Of Final Payment
					Principal	Interest	
\$4,281	\$90,116	\$-	\$25,343	\$64,773	\$26,758	\$2,866	2005
798,998	16,950,000	-	-	16,950,000	1,560,000	763,898	2011
732	17,227	-	17,227	-	-	-	2002
3,704	65,410	-	17,679	47,731	18,855	2,529	2005
1,634	78,412	(1,968)	76,444	-	-	-	2002
3,850	87,239	-	28,441	58,798	29,950	2,341	2004
27,571	-	464,126	-	464,126	25,629	26,808	2021
840,770	17,288,404	462,158	165,134	17,585,428	1,661,192	798,442	
1,161,655	22,475,000	-	1,740,000	20,735,000	1,830,000	1,071,261	2011
939,725	16,945,000	-	690,000	16,255,000	740,000	882,800	2017
1,182,598	22,785,000	-	480,000	22,305,000	460,000	1,199,248	2026
3,283,978	62,205,000	-	2,910,000	59,295,000	3,030,000	3,153,309	
245,918	5,720,000	-	690,000	5,030,000	715,000	218,318	2009
62,818	2,185,000	-	2,185,000	-	-	-	2002
332,676	6,005,000	-	410,000	5,595,000	2,785,000	310,536	2004
320,030	6,520,000	-	965,000	5,555,000	1,010,000	274,676	2007
652,355	14,000,000	-	-	14,000,000	-	652,355	2011
20,138	-	1,327,290	-	1,327,290	101,427	50,261	2012
46,610	1,080,000	-	115,000	965,000	120,000	42,010	2009
1,680,545	35,510,000	1,327,290	4,365,000	32,472,290	4,731,427	1,548,156	
163,402	5,050,773	906,683	260,504	5,696,952	276,521	182,922	2018
322,053	-	16,620,000	-	16,620,000	320,000	821,738	2027
485,455	5,050,773	17,526,683	260,504	22,316,952	596,521	1,004,660	
5,449,978	102,765,773	18,853,973	7,535,504	114,084,242	8,357,948	5,706,125	
1,026,417	21,560,000	-	375,000	21,185,000	395,000	1,011,018	2029
-	15,525,398	15,013,263	13,515,808	17,022,853	14,449,547	-	N/A
-	450,480	-	333,221	117,259	-	-	N/A
-	6,502,000	3,708,423	1,763,423	8,447,000	2,688,000	-	N/A
-	22,477,878	18,721,686	15,612,452	25,587,112	17,137,547	-	

*The reduction in principal for the capital lease represents a refund for early payoff of the obligation.

WASHOE COUNTY
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JUNE 30, 2002
(CONTINUED)

NOTE 12 - WASHOE COUNTY DEBT (CONTINUED)

	<u>Date of Issue</u>	<u>Original Note/Issue</u>	<u>Interest Rate</u>
Special Assessment Debt - Note 11			
South Sun Valley sewer-\$775,000, Mesa Park water-\$120,000			
Lawton/Verdi interceptor-Phase I-\$870,000	March 1, 1987	\$1,765,000	6.7% - 7.5%
Cold Springs Sewer	July 1, 1996	5,500,000	4.0% - 6.1%
Calle de la Plata-\$274,171, Matterhorn Blvd-\$537,251,			
Osage/Placerville-\$146,659	October 21, 1999	958,081	5.75%
Total Special Assessment Debt			
Total Governmental Activities			
BUSINESS-TYPE ACTIVITIES **			
General Obligation Debt			
Medium-Term			
Water Resources Fund:			
Various Purpose Series March 1, 1992A	March 1, 1992	4,615,000	3.0% - 5.75%
Various Purpose Series June 1, 1996	June 1, 1996	1,850,000	4.0% - 5.3%
Water Bonds Series 2001B	December 1, 2001	6,262,710	3.0% - 4.5%
Golf Course Fund:			
Various Purpose Series March 1, 1992A	March 1, 1992	340,000	3.0% - 5.75%
South Truckee Meadows GID (a component unit):			
Refunding Series 1996	July 1, 1996	1,740,000	3.5% - 5.1%
Revenue			
Water Resources Fund:			
Water Sewer Series 1997	June 4, 1997	3,720,000	5.0% - 6.5%
Lemmon Valley Sewer Series 1997	August 13, 1997	1,249,137	3.33%
Sewer Bonds Series 2000A & 2000B	June 30, 2000	2,310,000	3.7%
Ground Water Remediation Bonds Series November 1, 2000	November 1, 2000	3,165,000	4.6% - 5.0%
Sewer Bonds Series 2001	February 2, 2001	21,000,000	3.125%
Golf Course Fund:			
Golf Course Series 1997	September 1, 1997	3,000,000	4.75% - 5.4%
Leases/Notes			
Water Resources Fund:			
Capital lease/sewer capacity - Phases A & C	February 26, 1996	1,447,482	3.825%
Note payable/Mt. Rose water facility	May 25, 1990	120,000	10.0%
Golf Course Fund:			
Note payable/Sierra Sage Golf Course Effluent	April 1, 2001	997,170	6.0%
Other Liabilities			
Compensated Absences****	N/A	N/A	N/A
Total Business-Type Activities			
Total Washoe County Obligations			

**Business-type debt is expected to be retired primarily through operations.

*** Interest Matured	Principal Outstanding July 1, 2001	* Additions/ Issued	Reductions/ Principal Matured\Called	*** Principal Outstanding June 30, 2002	Payment Due in 2002-2003		Fiscal Year Of Final Payment
					Principal	Interest	
\$4,125	\$55,000	\$-	\$55,000	\$-	\$-	\$-	2002
157,837	3,020,000	-	1,475,000	1,545,000	50,000	89,122	2017
47,668	849,000	-	81,000	768,000	85,000	42,952	2010
209,630	3,924,000	-	1,611,000	2,313,000	135,000	132,074	
\$7,526,795	\$168,016,055	\$38,037,817	\$25,299,090	\$180,754,782	\$27,686,687	\$7,647,659	
\$17,107	\$595,000	\$-	\$595,000	\$-	\$-	\$-	2002
52,826	1,030,000	-	185,000	845,000	195,000	43,576	2006
95,017	-	6,262,710	-	6,262,710	478,573	237,152	2012
1,294	45,000	-	45,000	-	-	-	2002
38,302	905,000	-	285,000	620,000	300,000	23,820	2004
176,038	3,165,000	-	200,000	2,965,000	215,000	163,038	2017
37,234	1,130,233	-	50,380	1,079,853	52,072	35,542	2018
26,359	1,077,544	-	52,171	1,025,373	40,968	37,564	2020
144,163	3,165,000	-	255,000	2,910,000	265,000	131,163	2011
50,677	1,398,600	11,999,433	-	13,398,033	-	360,776	2020
135,956	2,710,000	-	105,000	2,605,000	110,000	130,850	2018
41,284	1,079,320	-	59,717	1,019,603	62,002	38,999	2015
7,776	72,128	-	4,224	67,904	4,224	7,776	2018
58,049	-	977,170	-	977,170	53,960	56,443	2021
-	579,179	841,935	664,893	756,221	667,595	-	N/A
882,082	16,952,004	20,081,248	2,501,385	34,531,867	2,444,394	1,266,699	
\$8,408,877	\$184,968,059	\$58,119,065	\$27,800,475	\$215,286,649	\$30,131,081	\$8,914,358	

***The principal outstanding and interest matured totals exclude premiums, discounts, bond issuance costs, and interest accruals.

WASHOE COUNTY
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2002
(CONTINUED)

NOTE 13 - ANNUAL PRINCIPAL/INTEREST REQUIREMENTS

The annual requirements to amortize the following outstanding debt:

Year Ended June 30,	General Obligation Ad Valorem Debt		General Obligation Non-Ad Valorem Debt		Special Assessment Debt	
	Principal*	Interest	Principal*	Interest	Principal*	Interest
Governmental Activities - Primary Government						
2003	\$ 3,030,000	\$ 3,153,309	\$ 5,207,948	\$ 2,510,806	\$ 135,000	\$ 132,074
2004	3,195,000	2,965,286	5,392,746	2,254,017	151,000	124,228
2005	3,370,000	2,765,171	4,291,476	1,945,815	161,000	115,657
2006	3,565,000	2,570,821	4,474,636	1,752,782	167,000	106,573
2007	3,755,000	2,374,735	4,689,862	1,549,500	178,000	96,977
2008-2012	19,250,000	8,733,132	15,006,281	5,046,595	781,000	327,625
2013-2017	11,415,000	4,987,364	5,177,810	2,993,723	740,000	120,475
2018-2022	5,825,000	2,500,812	4,453,483	1,854,271	-	-
2023-2027	5,890,000	793,278	5,130,000	683,418	-	-
2028-2032	-	-	-	-	-	-
	<u>59,295,000</u>	<u>30,843,908</u>	<u>53,824,242</u>	<u>20,590,927</u>	<u>2,313,000</u>	<u>1,023,609</u>
Governmental Activities - Component Units						
2003	-	-	120,000	42,010	-	-
2004	-	-	125,000	37,210	-	-
2005	-	-	130,000	31,960	-	-
2006	-	-	135,000	26,436	-	-
2007	-	-	145,000	20,562	-	-
2008-2012	-	-	310,000	21,470	-	-
	<u>-</u>	<u>-</u>	<u>965,000</u>	<u>179,648</u>	<u>-</u>	<u>-</u>
Business-type Activities - Primary Government						
2003	-	-	1,356,613	1,139,661	-	-
2004	-	-	1,787,720	1,135,997	-	-
2005	-	-	2,180,080	1,054,867	-	-
2006	-	-	2,265,315	964,736	-	-
2007	-	-	1,994,561	870,035	-	-
2008-2012	-	-	10,848,131	3,087,799	-	-
2013-2017	-	-	7,151,452	1,353,413	-	-
2018-2022	-	-	3,507,097	194,912	-	-
	<u>-</u>	<u>-</u>	<u>31,090,969</u>	<u>9,801,420</u>	<u>-</u>	<u>-</u>
Business-type Activities - Component Units						
2003	-	-	300,000	23,820	-	-
2004	-	-	320,000	8,160	-	-
	<u>-</u>	<u>-</u>	<u>620,000</u>	<u>31,980</u>	<u>-</u>	<u>-</u>
Total	<u>\$ 59,295,000</u>	<u>\$ 30,843,908</u>	<u>\$ 86,500,211</u>	<u>\$ 30,603,975</u>	<u>\$ 2,313,000</u>	<u>\$ 1,023,609</u>

*Principal amounts shown before discounts.

Sales Tax Revenue Bonds		Leases/Notes		Total Debt	
Principal*	Interest	Principal*	Interest	Principal*	Interest
\$ 395,000	\$ 1,011,018	\$ 1,661,192	\$ 798,442	\$ 10,429,140	\$ 7,605,649
415,000	994,818	1,726,214	722,226	10,879,960	7,060,575
435,000	977,817	1,738,397	643,887	9,995,873	6,448,347
455,000	959,790	1,795,778	564,309	10,457,414	5,954,275
475,000	940,725	1,876,745	474,466	10,974,607	5,436,403
2,730,000	4,373,493	8,510,464	933,588	46,277,745	19,414,433
3,455,000	3,671,701	135,310	64,713	20,923,120	11,837,976
4,430,000	2,705,950	141,328	18,690	14,849,811	7,079,723
5,690,000	1,442,442	-	-	16,710,000	2,919,138
2,705,000	139,611	-	-	2,705,000	139,611
<u>21,185,000</u>	<u>17,217,365</u>	<u>17,585,428</u>	<u>4,220,321</u>	<u>154,202,670</u>	<u>73,896,130</u>
-	-	-	-	120,000	42,010
-	-	-	-	125,000	37,210
-	-	-	-	130,000	31,960
-	-	-	-	135,000	26,436
-	-	-	-	145,000	20,562
-	-	-	-	310,000	21,470
-	-	-	-	965,000	179,648
-	-	120,186	103,218	1,476,799	1,242,879
-	-	98,085	99,141	1,885,805	1,235,138
-	-	102,357	94,870	2,282,437	1,149,737
-	-	106,834	90,392	2,372,149	1,055,128
-	-	111,526	85,701	2,106,087	955,736
-	-	636,371	349,761	11,484,502	3,437,560
-	-	587,221	196,910	7,738,673	1,550,323
-	-	302,097	46,805	3,809,194	241,717
-	-	<u>2,064,677</u>	<u>1,066,798</u>	<u>33,155,646</u>	<u>10,868,218</u>
-	-	-	-	300,000	23,820
-	-	-	-	320,000	8,160
-	-	-	-	620,000	31,980
<u>\$ 21,185,000</u>	<u>\$ 17,217,365</u>	<u>\$ 19,650,105</u>	<u>\$ 5,287,119</u>	<u>\$ 188,943,316</u>	<u>\$ 84,975,976</u>

WASHOE COUNTY
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2002
(CONTINUED)

NOTE 14 – FUND BALANCE/NET ASSETS – RESTRICTIONS, RESERVATIONS, DESIGNATIONS, DEFICIT

Government-wide Financial Statements:

The government-wide Statement of Net Assets utilizes a net asset presentation. Net assets are categorized as investment in capital assets, net of related debt, restricted and unrestricted. Related debt is the debt outstanding that relates to the acquisition, construction, or improvement of capital assets.

Restricted assets are assets which have third-party (statutory, bond covenant or granting agency) limitations on their use. Restricted assets are classified either by function, debt service, projects, or claims. Assets restricted by function relate to net assets of governmental and business-type funds whose use is legally limited by outside parties for a specific purpose.

The restriction for debt service represents assets legally restricted by statute or bond covenants for future debt service requirements of both principal and interest. The amount restricted for capital projects consists of unspent grants, donations, and debt proceeds with third party restrictions for use on specific projects or programs. Net assets restricted for claims represent the amount legally required to be held for payment of future claims in the self-insurance funds.

Unrestricted net assets represent available financial resources of the County.

Fund Financial Statements:

Governmental Funds:

Governmental funds report reserved fund balance to isolate the portion of fund balance that is not an available current financial resource due to legal or outside party restrictions on spending or amounts not available for subsequent year's appropriations. Unless there are legal or third party restrictions, reservations of fund balance for resources not available for spending do not meet the definition of "invested in capital assets, net of related debt" or "restricted."

In the individual fund statements included in supplemental information, unreserved fund balance is broken down between designated and undesignated. Designations of unreserved fund balance reflect County management's intended use of otherwise available current financial resources.

Reserved for encumbrances is limited to actual ending fund balance less the budgeted beginning fund balance for the subsequent fiscal year. In funds with insufficient ending fund balance, reservations of fund balance for encumbrances is limited to available fund balance in excess of the amount designated for future year's expenditures. Amounts reserved for encumbrances are available for reappropriation in the subsequent year.

Fund balances in the debt service funds are reserved for future debt service requirements of both principal and interest. Fund balance reserved for inventory reflects the balance of inventory on hand at the end of the year and is not available for future spending. Reserves for projects relate to amounts legally restricted by outside parties for a specific project or program and may be reappropriated in the subsequent year. The reserve for future claims is the amount required to pay for future claims in the self-insurance funds pursuant to NRS 354.6215.

Proprietary Funds:

The Risk Management Fund, an internal service fund, has a deficit net asset balance of \$1,665,581. Legislation enacted for increased benefits for public safety employees has resulted in large increases to the pending claims liability for two consecutive years. Negative net assets in the Fund reflect the fact that noncurrent pending claims are not fully funded. Management is researching solutions to this situation.

WASHOE COUNTY
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2002
(CONTINUED)

Fiduciary Funds:

Net assets held in trust for pool participants and trust beneficiaries in the Statement of Fiduciary Net Assets represents cash and investments held in trust for other agencies participating in Washoe County's investment pool and principal and income held by the Public Guardian acting in a trust arrangement for the benefit of individuals.

NOTE 15 – CAPITAL CONTRIBUTIONS

Capital contributions in the Water Resources Fund and South Truckee Meadows GID Fund consist of water rights and water and sewer lines contributed by developers and property owners. These contributions are a condition of receiving water and sewer services. Capital contributions also include grants and contributions restricted for the purchase, construction, or renovation of capital assets. Hook-up fees are one-time connection fees charged to developers, builders and individuals for the privilege of connecting to water and sewer lines.

WASHOE COUNTY
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2002
(CONTINUED)

NOTE 16 - INTERFUND BALANCES AND TRANSFERS

The Board of County Commissioners authorized an interfund loan from the General Fund to the Health Fund. The loan was on an as-needed basis not to exceed \$750,000 to cover a temporary cash flow problem. The term of the interfund loan was six months with no interest charged. There was no outstanding balance as of June 30, 2002. The term expires on December 25, 2002.

Interfund transfers for the year ended June 30, 2002, consisted of the following:

TRANSFERS OUT:	TRANSFERS IN:			
	GENERAL FUND	PRE-FUNDED HEALTH BENEFITS FUND	SPECIAL ASSESSMENT DEBT	PUBLIC WORKS CONSTRUCTION FUND
General Fund	\$ -	\$ 3,400,000	\$ -	\$ 3,325,960
Public Works Construction Fund	532,865	-	-	-
Infrastructure Fund	-	-	-	-
Nonmajor Governmental Funds	52,600	-	791,420	-
Water Resources Fund	2,604,043	-	-	-
Nonmajor Enterprise Funds	155,909	-	-	-
Internal Service Funds	110,292	-	-	-
Total Transfers	<u>\$ 3,455,709</u>	<u>\$ 3,400,000</u>	<u>\$ 791,420</u>	<u>\$ 3,325,960</u>

Transfers are used to (1) move revenues from the fund that statute or budget requires to collect them to the fund that statute or budget requires to expend them, (2) move receipts restricted to debt service from the funds collecting the receipts to the Debt Service Fund as debt service payments become due, and (3) use unrestricted revenues collected in the General Fund to finance various programs accounted for in other funds in accordance with budgetary authorizations.

NONMAJOR GOVERNMENTAL FUNDS	WATER RESOURCES FUND	NONMAJOR BUSINESS-TYPE FUNDS	INTERNAL SERVICE FUNDS	TOTALS
\$ 11,275,481	\$ 1,570,913	\$ 511,290	\$ 2,830,781	\$ 22,914,425
-	-	-	-	532,865
5,459,328	-	-	-	5,459,328
5,130,705	-	-	-	5,974,725
-	-	-	-	2,604,043
-	-	-	-	155,909
-	-	-	-	110,292
<u>\$ 21,865,514</u>	<u>\$ 1,570,913</u>	<u>\$ 511,290</u>	<u>\$ 2,830,781</u>	<u>\$ 37,751,587</u>

WASHOE COUNTY
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2002
(CONTINUED)

NOTE 17 – JOINT VENTURES

Local Government Oversight Committee Joint Venture (Truckee River Water Quality Settlement Agreement)

Pursuant to an interlocal agreement amended and restated on June 11, 1997 and July 28, 1998, Washoe County, and the Cities of Reno and Sparks have entered into a joint venture for the purchase of water rights pursuant to the Truckee River Water Quality Settlement Agreement (TRWQSA) dated October 10, 1996.

Parties to the TRWQSA are Washoe County, City of Reno, City of Sparks, United States Department of the Interior (DOI), U.S. Department of Justice, U.S. Environmental Protection Agency, Nevada Division of Environmental Protection and the Pyramid Lake Paiute Tribe of Indians (TRIBE).

The agreement settled and dismissed pending litigation by the TRIBE relating to the expansion of the Truckee Meadows Water Reclamation Facility (TMWRF), which is operated by the cities of Reno and Sparks. It allows Reno and Sparks to use the sewage plant's full capacity in exchange for the purchase of \$24,000,000 of water rights. This amount includes DOI's share of funding of \$12,000,000. Washoe County's estimated portion of funding of these water rights purchases is \$2,640,000 and the total joint venture's share (including Washoe County) is \$12,000,000. Bonds totaling \$5,957,456 have been issued as of June 30, 2002. If joint venture equity is insufficient to make bond payments, any deficit has been guaranteed by each entity based on the proportional flow contributed to TMWRF by each entity.

Water rights will be jointly managed by Washoe County, Reno, Sparks, and DOI. Water will be stored in reservoirs and released during the summer when the river flows are low. The acquisition of water rights by Washoe County, Reno and Sparks are being financed under the State of Nevada Water Pollution Control Revolving Loan Fund or by any other interim financing mechanism as deemed necessary.

Repayment of the financing will be made 50% from a pledged uniform charge on connection fees of new users in Central Truckee Meadows, Spanish Springs Valley, and Reno-Stead, effective January 1, 1997. The remaining 50% will be made from a pledged uniform flow-based charge to customers of the Truckee Meadows Water Reclamation Facility, effective October 1, 1997. The joint venture is accumulating significant financial resources to fund future debt payments and water right purchases.

Washoe County is responsible for administration of the joint venture. The arrangement is considered a joint venture because: 1) the agreement results in a contractual entity, 2) joint control exists in a 3 member oversight committee with one member each appointed by Washoe County, Reno and Sparks, and 3) there is an ongoing financial relationship/responsibility on the part of the participating entities.

The arrangement is considered a joint venture with no equity interest recorded on Washoe County's balance sheet as of June 30, 2002, because no explicit and measurable equity interest is deemed to exist. The entire equity was reserved for purchase of water rights and repayment of debt and was therefore unavailable to the County. Each entity (Washoe County, Reno and Sparks) will own an undivided and equal interest in the property and water rights purchased. The County's proportionate share of the water rights and related property purchases are included in capital assets when purchased. Purchases of \$1,725,914 have been recorded as of June 30, 2002. The joint venture is an ongoing operation.

Separate audited financial statements and information for the joint venture are available by contacting the Washoe County Comptroller's Department, 1001 E. 9th Street, Reno, Nevada.

Truckee Meadows Water Authority

The Truckee Meadows Water Authority ("Authority") is a joint powers authority formed in November 2000, pursuant to a Cooperative Agreement (the "Cooperative Agreement") among the cities of Reno and Sparks, and Washoe County. The Authority was formed in order to purchase water assets and undertake water utility operations of Sierra Pacific Power Company (SPPC), a Nevada corporation, and to develop, manage and maintain supplies of water for the benefit of the Truckee Meadows community. The Authority and SPPC

WASHOE COUNTY
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2002
(CONTINUED)

entered into an Asset Purchase Agreement dated January 15, 2001, in order to establish the terms and conditions of the Authority's purchase of the water system.

The Authority adopted an operating plan dated February 13, 2001 to identify tasks to be completed prior to and immediately following the transfer of ownership of the water system from SPPC to the Authority.

The Authority issued bonds that do not constitute an obligation of Reno, Sparks, the County or the State of Nevada.

The Authority is considered a joint venture because: 1) the agreement results in a contractual entity, 2) joint control exists in a seven member governing body with three directors appointed by Reno, two directors appointed by Sparks, one director appointed by the County and one at-large director, who shall be an elected official from the governing body of a member, and 3) there is an ongoing financial relationship/responsibility on the part of the participating entities.

The arrangement is considered a joint venture with no equity interest recorded on Washoe County's balance sheet as of June 30, 2002, because no explicit and measurable equity interest is deemed to exist.

The Authority completed its first year of operations on June 30, 2002. Separate audited financial statements and information for the joint venture are available by contacting the Authority at 1155 Corporate Blvd., P.O. Box 30013 Reno, NV 89520-3013.

NOTE 18 - PENSION PROGRAM

Plan Description: Washoe County contributes to the Public Employees Retirement System of the State of Nevada (PERS), a cost sharing, multiple employer, defined benefit pension plan. PERS provides retirement benefits, disability benefits and death benefits, including annual cost-of-living adjustments, to plan members and beneficiaries. Chapter 286 of the Nevada Revised Statutes establishes the benefit provisions provided to the participants of PERS. These benefit provisions may only be amended through legislation. PERS issues a publicly available financial report that includes financial statements and required supplementary information for PERS. That report may be obtained by writing to the Public Employees Retirement System of the State of Nevada, 693 West Nye Lane, Carson City, NV 89703-1599 or by calling (775) 687-4200.

Funding Policy: Benefits for plan members are funded under the employer pay contribution plan method. Under this method, the County is required to contribute all amounts due under the plan. The contribution requirements of plan members and the County are established by Chapter 286 of the Nevada Revised Statutes. The funding mechanism may only be amended through legislation.

The County's contribution rates and amounts contributed for the last three years are as follows:

Fiscal Year	Contribution Rate		Total Contribution
	Regular Members	Police/Fire	
2001-02	18.75%	28.50%	\$25,882,639
2000-01	18.75%	28.50%	\$24,638,091
1999-00	18.75%	28.50%	\$23,670,827

Actuarial Information: Actuarial valuations are prepared annually by the independent actuary for the PERS, with the most recent actuarial valuations prepared as of June 30, 2001. The actuarial cost method use in

WASHOE COUNTY
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2002
(CONTINUED)

the valuation is the entry age normal cost method. The actuarial method used for valuing assets is as follows:

The actuarial value of assets is equal to the prior year's actuarial value of assets plus:

- Net new money (contributions minus benefit payments and administrative expenses)
- Expected investment return
- 20% of each of the previous five years' gain/(losses) due to investment return greater/(less) than expected.

The actuarial value of assets is further limited to be not less than 80% or greater than 120% of market value.

The unfunded actuarial accrued liability is being amortized by level percentage-of-payroll payments over a period of 23 years from July 1, 2001. Under the level percentage-of-payroll amortization method, the dollar amounts of calculated amortization payments increase in direct proportion to the assumed payroll growth rates of 6.5% per year for regular employees and 7.0% per year for police and firefighters. These payroll growth rates are based on 5.0% inflation.

NOTE 19 - OTHER POSTEMPLOYMENT BENEFITS

In accordance with NRS 287.023, the Board of County Commissioners adopted the Retiree Health Insurance Program. Employees hired before September 17, 1997, are eligible for payment by the County of a portion of their health benefit premiums upon retirement, based upon years of service to a maximum of 100% after 20 years of service. Retirees are offered medical, prescription, vision and life insurance benefits for themselves and their dependents. Retirees must pay the full premium for their dependents. A new contract with the Washoe County Employees Association eliminated the provision for county paid retiree health benefit premiums for employees hired after September 16, 1997. During the current fiscal year, the County paid \$2,406,000 toward retirees' premiums and claims. Retirees' contributions totaled \$1,116,555 for 621 eligible participants with 144 dependents. Currently, the County finances the plan on a pay-as-you-go basis. The Pre-Funded Retiree Health Benefits Fund was established to accumulate a sufficient fund balance for payment of retiree health benefits in the future. During the 2002 fiscal year, the County transferred \$3,400,000 to the Fund. At June 30, 2002, fund balance available for future benefits is \$19,211,815.

Prior to July 1, 2000, Truckee Meadows Fire Protect District (TMFPD), a component unit, provided health insurance benefits to retired employees. As of June 30, 2000, ten retirees were participating in TMFPD health benefits program. At July 1, 2000, the date of the Interlocal Agreement for Fire Services and Consolidation, the City of Reno accepted liability for the ten retirees under this plan. The plan, prior to consolidation, was funded by operating resources which now pay monthly installments to fund the consolidated budget administered by the City of Reno.

Also, in accordance with the Interlocal Agreement, TMFPD continues to pay pre-funding of service costs and other associated costs of the future obligation of health benefits to retiring TMFPD employees who transferred employment to the City of Reno on July 1, 2000. Contributions made by TMFPD for the year ended June 30, 2002 were \$225,000, which represent the current service cost plus a payment towards the unfunded actuarial liability. The assets available for benefits at June 30, 2002 were \$1,611,503. The estimated actuarial liability as of June 30, 2002 was \$3,483,000.

NOTE 20 - RISK MANAGEMENT

Washoe County currently self-funds its fiscal responsibility related to exposures of loss from torts; theft of, damage to, or destruction of assets; and errors or omissions. Since 1981, when Washoe County started self-funding its workers' compensation obligation, it has increased the number of programs where self-funding is practiced and the proportion of the loss exposure which it self-funds.

Two funds were established to account for these programs. The Risk Management Fund accounts for costs related to general liability, auto liability, workers' compensation, property coverage and unemployment

WASHOE COUNTY
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2002
(CONTINUED)

compensation. The Health Benefits Fund accounts for the life insurance, medical, prescription, dental and vision programs.

Annually there are a number of lawsuits and unresolved disputes involving the County which are administered by the Risk Management Division. These items are reviewed by the Risk Manager with input from the District Attorney's Office and the appropriate third party administrator to set values to the extent a value is determinable. Claims liabilities are reevaluated periodically to take into consideration recently settled claims, including the effects of specific incremental claim adjustment expenses, salvage and subrogation. Allocated claim adjustment expenses are included. Annually, an aggregate value is placed on all claims through the performance of an actuarial study. The values set by the actuary for both short and long-term liabilities, using a 75% confidence level, are as follows:

<u>Pending Claims:</u>	<u>CURRENT</u>	<u>LONG TERM</u>	<u>TOTAL</u>
Property and liability claims	\$ 660,000	\$1,688,000	\$2,348,000
Workers' compensation claims	2,028,000	4,071,000	6,099,000
Unprocessed Health Benefits Fund claims	960,000	-	960,000
Total Pending Claims	<u>\$3,648,000</u>	<u>\$5,759,000</u>	<u>\$9,407,000</u>

Many items involving the Risk Management Fund do not specifically fall within the criteria used by the actuaries for evaluation. Such items include contract disputes and noninsurance items. In the 1980's, management declared their intention to have \$1,000,000 of net assets in the Fund available for claims which fall into areas not recognized in the actuarial studies, or for possible catastrophic losses which exceed parameters of the actuarial studies. Currently, there is a net asset deficit of (\$1,665,581).

The plans contained within the Health Benefits Fund are handled through contracts with an external claims administrator, a preferred provider organization for medical services, and through the purchase of various insurance plans.

There was no significant reduction in the amount of insurance coverage purchased this year by the County compared to the previous year. There were no settlements in excess of insurance coverage in any of the three prior fiscal years. Claims' liability and activity for the Risk Management and the Health Benefits Funds for the fiscal years ending June 30, were as follows:

	<u>Risk Management Fund</u>	<u>Health Benefits Fund</u>
Claims liability, July 1, 2000	\$ 5,091,000	\$ 600,000
Claims and changes in estimates	2,779,147	10,446,590
Claim payments	(1,368,147)	(10,086,590)
Claims liability, June 30, 2001	6,502,000	960,000
Claims and changes in estimates	3,745,774	12,471,609
Claim payments	(1,800,774)	(12,471,609)
Claims liability, June 30, 2002	<u>\$ 8,447,000</u>	<u>\$ 960,000</u>

The cost of the current year's programs within the Risk Management Fund and the Health Benefits Fund was similar to that of the prior year. The Risk Management Fund's costs include a mixture of costs for

WASHOE COUNTY
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2002
(CONTINUED)

personnel, external contractors and consultants, and costs related to claims and litigation for various programs. Property insurance was purchased from outside carriers with a deductible of \$50,000.

The nondiscounted carrying amount of unpaid claims at June 30 is \$9,705,000. The interest rate used for discounting was 4.75%.

South Truckee Meadows General Improvement District, a component unit, is a participant in Washoe County's property insurance program and self-insurance program for general liability. The District is responsible for repayment of expenses as incurred by the general liability self-insurance program up to a maximum of \$10,000 per year. Amounts in excess of insurance coverage for settled claims from these risks have been insignificant during the past three years.

NOTE 21 - SUBSEQUENT EVENTS

On June 11, 2002 the Board of County Commissioners determined that the County reasonably expects to incur expenditures with respect to Special Assessment District No. 32 (Spanish Springs Valley Ranches Roads) prior to issuance of bonds, and the maximum principal amount of bonds expected to reimburse the County is \$4,800,000. None have been issued to date.

On September 10, 2002 the Board of County Commissioners authorized the issuance of General Obligation (Limited Tax) Office Building Bonds (Additionally Secured by Pledged Revenues), Series 2002A for an amount not to exceed \$20,000,000. Proceeds of the bonds will be used to acquire, construct, improve and equip the District Attorney's Office Building Project. Bonds totaling \$19,615,000 were issued on October 2, 2002.

On September 10, 2002 the Board of County Commissioners authorized the issuance of General Obligation (Limited Tax) Park, Open Space and Library Bonds, Series 2002B for \$15,515,000. Proceeds of the bonds will be used to acquire, improve and equip parks, trails, open space and library facilities located on park land. The bonds were issued on October 2, 2002.

On September 10, 2002 the Board of County Commissioners authorized the issuance of General Obligation (Limited Tax) Medium Term Bonds, (Integrated Financial System), Series 2002C for \$6,960,000. Proceeds of the bonds will be used to acquire computer hardware, software and other peripherals. The bonds were issued on October 2, 2002.

NONMAJOR GOVERNMENTAL FUNDS

COMBINING BALANCE SHEET

*COMBINING STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES*

WASHOE COUNTY
NONMAJOR GOVERNMENTAL FUNDS
COMBINING BALANCE SHEET
JUNE 30, 2002

	SPECIAL REVENUE FUNDS	DEBT SERVICE FUNDS	CAPITAL PROJECTS FUNDS	TOTAL
ASSETS				
Cash and investments	\$ 15,342,800	\$ 8,825,898	\$ 5,825,847	\$ 29,994,545
Accounts receivable	136,972	-	-	136,972
Consolidated tax receivable	829,921	-	-	829,921
Property taxes receivable	355,489	85,399	67,753	508,641
Other taxes receivable	280,851	-	-	280,851
Interest receivable	75,404	32,838	34,898	143,140
Due from other governments - grants	3,791,521	-	-	3,791,521
Due from other governments - other	20,774	-	-	20,774
Inventory	221,957	-	-	221,957
Deposits	1,849	-	-	1,849
Total Assets	<u>\$ 21,057,538</u>	<u>\$ 8,944,135</u>	<u>\$ 5,928,498</u>	<u>\$ 35,930,171</u>
LIABILITIES				
Accounts payable	\$ 1,630,533	\$ 5,586	\$ 11,203	\$ 1,647,322
Accrued salaries and benefits	983,464	-	-	983,464
Contracts/retention payable	-	-	86,605	86,605
Interest payable	-	27,571	-	27,571
Due to other governments	861,391	-	61,394	922,785
Other liabilities	12,490	-	38,557	51,047
Deferred revenue	854,692	77,794	121,710	1,054,196
Note payable	-	12,433	-	12,433
Total Liabilities	<u>4,342,570</u>	<u>123,384</u>	<u>319,469</u>	<u>4,785,423</u>
FUND BALANCES				
Reserved for:				
Encumbrances	67,839	-	82,905	150,744
Debt service	-	8,820,751	-	8,820,751
Inventory	221,957	-	-	221,957
Projects	372,327	-	69,812	442,139
Claims	1,611,503	-	-	1,611,503
Unreserved:				-
Designated/future years expenditures	14,071,247	-	5,029,024	19,100,271
Designated/departmental carryover	77,740	-	-	77,740
Undesignated	292,355	-	427,288	719,643
Total Fund Balances	<u>16,714,968</u>	<u>8,820,751</u>	<u>5,609,029</u>	<u>31,144,748</u>
Total Liabilities/Fund Balances	<u>\$ 21,057,538</u>	<u>\$ 8,944,135</u>	<u>\$ 5,928,498</u>	<u>\$ 35,930,171</u>

WASHOE COUNTY
NONMAJOR GOVERNMENTAL FUNDS
COMBINING STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES
FOR THE YEAR ENDED JUNE 30, 2002

	SPECIAL REVENUE FUNDS	DEBT SERVICE FUNDS	CAPITAL PROJECTS FUNDS	TOTAL
REVENUES				
Taxes:				
Ad valorem	\$ 22,154,011	\$ 5,953,907	\$ 4,484,591	\$ 32,592,509
Licenses and permits	1,650,786	-	-	1,650,786
Intergovernmental revenues	18,845,580	423,907	-	19,269,487
Charges for services	2,666,444	-	231,998	2,898,442
Fines and forfeits	580,059	-	-	580,059
Miscellaneous	1,658,161	221,235	807,825	2,687,221
Total Revenues	47,555,041	6,599,049	5,524,414	59,678,504
EXPENDITURES				
Current:				
General government	2,285,863	-	-	2,285,863
Judicial	167,637	-	-	167,637
Public safety	12,825,808	-	-	12,825,808
Health and sanitation	14,980,833	-	-	14,980,833
Welfare	19,534,837	-	-	19,534,837
Culture and recreation	5,620,526	-	-	5,620,526
Intergovernmental	-	-	1,230,555	1,230,555
Capital outlay	-	-	3,322,337	3,322,337
Debt service:				
Principal	-	8,088,071	-	8,088,071
Interest	-	7,297,027	-	7,297,027
Debt service fees	-	9,881	-	9,881
Bond issuance costs	-	-	19,316	19,316
Total Expenditures	55,415,504	15,394,979	4,572,208	75,382,691
Excess (Deficiency) of Revenues Over (Under) Expenditures	(7,860,463)	(8,795,930)	952,206	(15,704,187)
OTHER FINANCING SOURCES (USES)				
Bonds issued	-	-	1,327,290	1,327,290
Bond premium	-	-	14,177	14,177
Proceeds from asset disposition	1,837	-	-	1,837
Transfers in	9,259,070	11,827,206	779,238	21,865,514
Transfers out	(1,875,144)	-	(4,099,581)	(5,974,725)
Total Other Financing Sources (Uses)	7,385,763	11,827,206	(1,978,876)	17,234,093
Net Change in Fund Balances	(474,700)	3,031,276	(1,026,670)	1,529,906
FUND BALANCE, JULY 1	17,189,668	5,789,475	6,635,699	29,614,842
FUND BALANCE, JUNE 30	\$ 16,714,968	\$ 8,820,751	\$ 5,609,029	\$ 31,144,748

GENERAL FUND

TO ACCOUNT FOR ALL FINANCIAL RESOURCES EXCEPT THOSE REQUIRED TO BE ACCOUNTED FOR IN OTHER FUNDS.

REVENUES INCLUDE:

- TAXES
- LICENSES AND PERMITS
- INTERGOVERNMENTAL REVENUES
- CHARGES FOR SERVICES
- FINES AND FORFEITS
- MISCELLANEOUS REVENUES

EXPENDITURES BY FUNCTION:

- GENERAL GOVERNMENT
- JUDICIAL
- PUBLIC SAFETY
- PUBLIC WORKS
- WELFARE
- CULTURE AND RECREATION
- COMMUNITY SUPPORT
- INTERGOVERNMENTAL

**WASHOE COUNTY
GENERAL FUND
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2002
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2001)**

	2002 BUDGETED AMOUNTS		2002		2001
	ORIGINAL	FINAL	ACTUAL	VARIANCE TO FINAL BUDGET	ACTUAL
REVENUES					
Taxes:					
Ad valorem:					
General	\$ 77,536,739	\$ 77,536,739	\$ 75,820,742	\$ (1,715,997)	\$ 71,642,049
Detention facility	7,087,344	7,087,344	6,934,607	(152,737)	6,680,367
Indigent insurance program	1,381,005	1,381,005	1,343,477	(37,528)	1,294,646
AB 104	1,715,054	1,715,054	1,690,943	(24,111)	1,625,295
China Springs support	440,141	440,141	429,527	(10,614)	379,739
Family court	1,758,766	1,758,766	1,719,265	(39,501)	1,657,141
NRS 354.59813 - Makeup	-	-	439	439	140
County option - motor vehicle fuel tax-(\$.01)-NRS 365.193	467,791	467,791	481,064	13,273	421,302
Room tax	365,000	365,000	377,099	12,099	404,573
Total Taxes	90,751,840	90,751,840	88,797,163	(1,954,677)	84,105,252
Licenses and Permits:					
Business:					
Business licenses	623,600	1,373,600	1,629,442	255,842	646,148
Liquor licenses	252,100	252,100	254,032	1,932	245,203
Local gaming licenses	1,050,000	1,050,000	937,744	(112,256)	940,156
Franchise fees:					
Sanitation	235,000	235,000	263,436	28,436	221,101
Cable television	615,000	615,000	591,361	(23,639)	629,965
County gaming licenses	835,000	835,000	737,757	(97,243)	706,520
AB 104 - Gaming licenses	680,418	680,418	655,187	(25,231)	447,918
Nonbusiness:					
Marriage affidavits	315,000	315,000	417,706	102,706	317,356
Animal licenses	14,000	14,000	15,605	1,605	15,102
Building permits	-	-	-	-	3,084,208
Mobile home permits	730	730	667	(63)	8,187
Other	650	650	775	125	525
Total Licenses and Permits	4,621,498	5,371,498	5,503,712	132,214	7,262,389
Intergovernmental Revenues:					
Federal grants	4,363,627	3,824,307	7,034,562	3,210,255	5,773,896
Federal reimbursements	-	-	-	-	429,873
Federal payments in lieu of taxes	1,054,640	1,054,640	1,509,213	454,573	1,054,639
Federal/state narcotics forfeitures	101,000	38,344	18,456	(19,888)	43,351
Federal incarceration charges	1,600,000	1,600,000	2,535,945	935,945	1,750,568
Medicaid management	269,769	14,321	173,553	159,232	118,197
State grants	2,223,410	2,435,883	2,560,944	125,061	2,204,330

(CONTINUED)

**WASHOE COUNTY
GENERAL FUND
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2002
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2001)**

	2002 BUDGETED AMOUNTS		2002		2001
	ORIGINAL	FINAL	ACTUAL	VARIANCE TO FINAL BUDGET	ACTUAL
State Shared Revenues:					
Motor vehicle fuel tax:					
(1.25) - NRS 365.180	\$ 1,530,796	\$ 1,530,796	\$ 1,441,857	\$ (88,939)	\$ 1,355,905
(1.75) - NRS 365.190	1,067,397	1,067,397	1,078,295	10,898	922,279
(2.35) - NRS 365.550	1,651,452	1,651,452	1,566,500	(84,952)	1,457,702
State gaming licenses	155,000	155,000	158,702	3,702	164,162
Real property					
transfer tax-AB 104	438,576	438,576	479,009	40,433	417,121
SCCR tax-AB 104	8,613,907	8,613,907	8,640,669	26,762	8,474,052
Consolidated tax	71,356,313	71,356,313	71,857,499	501,186	70,293,999
Governmental services tax	3,948,991	3,948,991	3,919,693	(29,298)	4,656,255
State extraditions	45,000	45,000	63,818	18,818	38,918
Local contributions:					
Reno	1,386,200	1,386,200	1,501,669	115,469	1,386,231
Sparks	290,000	290,000	361,008	71,008	290,000
Other	317,927	444,496	280,060	(164,436)	1,066,378
Total Intergovernmental Revenues	100,414,005	99,895,623	105,181,452	5,285,829	101,897,856
Charges for Services:					
General Government:					
Clerk fees	75,000	75,000	90,584	15,584	71,703
Recorder fees	1,466,000	1,484,900	2,657,643	1,172,743	1,533,696
Map fees	9,000	9,000	185,038	176,038	15,506
Assessor commissions	1,200,000	1,200,000	1,472,423	272,423	1,255,761
Building and zoning fees	99,400	98,425	195,564	97,139	106,780
Other	1,816,482	1,805,358	1,220,633	(584,725)	1,075,583
Subtotal General Government	4,665,882	4,672,683	5,821,885	1,149,202	4,059,029
Judicial:					
Clerk fees	490,000	490,000	521,866	31,866	533,793
Other	348,800	348,800	307,379	(41,421)	320,242
Subtotal Judicial	838,800	838,800	829,245	(9,555)	854,035
Public Safety:					
Police:					
Sheriff fees	1,458,300	316,800	326,841	10,041	989,457
Other	457,001	1,540,613	1,336,130	(204,483)	436,254
Corrections	4,000	4,000	3,447	(553)	4,420
Protective services	120,700	120,700	225,289	104,589	172,095
Subtotal Public Safety	2,040,001	1,982,113	1,891,707	(90,406)	1,602,226

(CONTINUED)

**WASHOE COUNTY
GENERAL FUND
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2002
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2001)**

	2002 BUDGETED AMOUNTS		2002		2001
	ORIGINAL	FINAL	ACTUAL	VARIANCE TO FINAL BUDGET	ACTUAL
Public Works	\$ 221,500	\$ 193,987	\$ 326,548	\$ 132,561	\$ 324,772
Welfare	300,000	300,000	420,234	120,234	203,265
Culture and Recreation:					
Swimming pool	93,150	93,150	75,741	(17,409)	79,459
Other	1,064,939	1,064,939	1,110,101	45,162	988,096
Subtotal Culture and Recreation	1,158,089	1,158,089	1,185,842	27,753	1,067,555
Total Charges for Services	9,224,272	9,145,672	10,475,461	1,329,789	8,110,882
Fines and Forfeits:					
Fines:					
Library	130,000	130,000	138,885	8,885	134,072
Court	2,289,086	2,068,822	2,116,075	47,253	2,045,053
Penalties	2,159,400	2,159,400	2,519,587	360,187	2,302,064
Forfeits:					
Bail	1,533,000	1,483,000	1,549,030	66,030	1,647,594
Total Fines and Forfeits	6,111,486	5,841,222	6,323,577	482,355	6,128,783
Miscellaneous:					
Investment earnings	2,565,000	2,565,000	1,781,711	(783,289)	2,684,290
Net increase (decrease) in the fair value of investments	-	-	309,910	309,910	1,036,936
Rents and royalties	114,240	114,240	111,730	(2,510)	161,430
Contributions and donations	72,493	77,104	121,162	44,058	352,612
Other	2,609,396	1,739,596	2,111,967	372,371	1,887,482
Total Miscellaneous	5,361,129	4,495,940	4,436,480	(59,460)	6,122,750
Total Revenues	216,484,230	215,501,795	220,717,845	5,216,050	213,627,912
EXPENDITURES BY FUNCTION AND ACTIVITY					
General Government Function:					
Legislative:					
County Commissioners:					
Salaries and wages	222,098	226,516	226,252	264	219,596
Employee benefits	43,836	57,489	53,329	4,160	48,433
Services and supplies	99,342	92,412	79,314	13,098	112,236
Capital outlay	10,000	6,108	6,108	-	-
	375,276	382,525	365,003	17,522	380,265
Public/Legislative Affairs:					
Services and supplies	88,600	86,300	88,917	(2,617)	114,668
Subtotal Legislative	463,876	468,825	453,920	14,905	494,933

(CONTINUED)

**WASHOE COUNTY
GENERAL FUND
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2002
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2001)**

	2002 BUDGETED AMOUNTS		2002		2001
	ORIGINAL	FINAL	ACTUAL	VARIANCE TO FINAL BUDGET	ACTUAL
Executive:					
County Manager:					
Salaries and wages	\$ 628,102	\$ 586,082	\$ 584,206	\$ 1,876	\$ 619,573
Employee benefits	148,829	139,907	139,189	718	139,843
Services and supplies	266,026	250,473	163,810	86,663	186,314
	1,042,957	976,462	887,205	89,257	945,730
Labor Relations:					
Salaries and wages	117,751	118,877	118,876	1	114,076
Employee benefits	30,365	30,601	30,598	3	28,542
Services and supplies	30,165	11,265	7,673	3,592	15,188
	178,281	160,743	157,147	3,596	157,806
HUD/USDA Grants:					
Services and supplies	71,178	66,957	66,957	-	284,425
Capital outlay	35,002	35,002	35,002	-	-
	106,180	101,959	101,959	-	284,425
Community Relations:					
Salaries and wages	181,079	197,000	184,202	12,798	186,220
Employee benefits	53,169	52,580	49,906	2,674	43,810
Services and supplies	218,630	209,630	182,160	27,470	218,061
Capital outlay	-	-	-	-	35,032
	452,878	459,210	416,268	42,942	483,123
Strategic Planning:					
Salaries and wages	121,905	125,621	125,591	30	128,650
Employee benefits	37,747	38,213	38,084	129	35,026
Services and supplies	75,158	63,708	48,250	15,458	73,713
	234,810	227,542	211,925	15,617	237,389
Internal Audit:					
Salaries and wages	127,065	92,619	92,617	2	121,527
Employee benefits	33,048	24,392	24,386	6	30,902
Services and supplies	23,322	14,063	8,927	5,136	22,836
	183,435	131,074	125,930	5,144	175,265
Subtotal Executive	2,198,541	2,056,990	1,900,434	156,556	2,283,738

(CONTINUED)

**WASHOE COUNTY
GENERAL FUND
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2002
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2001)**

	2002 BUDGETED AMOUNTS		2002		2001
	ORIGINAL	FINAL	ACTUAL	VARIANCE TO FINAL BUDGET	ACTUAL
Elections:					
Registrar of Voters:					
Salaries and wages	\$ 342,312	\$ 320,987	\$ 317,661	\$ 3,326	\$ 647,289
Employee benefits	112,519	100,059	98,602	1,457	88,740
Services and supplies	88,017	100,045	73,223	26,822	486,531
Capital outlay	7,677	7,677	1,109	6,568	26,151
Subtotal Elections	550,525	528,768	490,595	38,173	1,248,711
Finance:					
Finance Department:					
Administration:					
Salaries and wages	250,384	257,834	255,105	2,729	213,040
Employee benefits	65,412	66,187	68,324	(2,137)	52,046
Services and supplies	93,445	41,410	6,972	34,438	283,418
	409,241	365,431	330,401	35,030	548,504
Comptroller:					
Salaries and wages	1,058,050	1,038,920	1,033,065	5,855	979,475
Employee benefits	313,686	309,511	299,995	9,516	273,282
Services and supplies	62,126	61,796	51,007	10,789	-
Capital outlay	-	11,680	11,617	63	49,647
	1,433,862	1,421,907	1,395,684	26,223	1,302,404
Budget:					
Salaries and wages	374,413	379,813	376,714	3,099	346,449
Employee benefits	97,467	98,067	100,978	(2,911)	88,308
Services and supplies	180,175	143,375	123,794	19,581	121,515
	652,055	621,255	601,486	19,769	556,272
Collections:					
Salaries and wages	279,048	275,158	275,520	(362)	250,509
Employee benefits	90,743	90,413	88,745	1,668	77,225
Services and supplies	53,670	49,970	45,784	4,186	57,803
	423,461	415,541	410,049	5,492	385,537
Merit Awards Program:					
Salaries and wages	-	9,581	5,524	4,057	-
Employee benefits	10,000	-	-	-	-
	10,000	9,581	5,524	4,057	-
Subtotal Finance Department	2,928,619	2,833,715	2,743,144	90,571	2,792,717

(CONTINUED)

**WASHOE COUNTY
GENERAL FUND
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2002
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2001)**

	2002 BUDGETED AMOUNTS		2002		2001
	ORIGINAL	FINAL	ACTUAL	VARIANCE TO FINAL BUDGET	ACTUAL
Treasurer:					
Salaries and wages	\$ 1,042,591	\$ 1,015,215	\$ 1,003,867	\$ 11,348	\$ 984,220
Employee benefits	308,471	290,186	288,103	2,083	273,664
Services and supplies	83,320	77,450	67,005	10,445	85,658
	1,434,382	1,382,851	1,358,975	23,876	1,343,542
Assessor:					
Salaries and wages	3,829,835	3,822,077	3,800,996	21,081	3,588,734
Employee benefits	1,116,204	1,086,057	1,074,996	11,061	988,713
Services and supplies	330,324	306,301	252,486	53,815	316,656
Capital outlay	-	-	-	-	14,070
	5,276,363	5,214,435	5,128,478	85,957	4,908,173
Subtotal Finance	9,639,364	9,431,001	9,230,597	200,404	9,044,432
Other:					
Purchasing:					
Salaries and wages	575,995	575,995	577,024	(1,029)	554,076
Employee benefits	178,249	178,249	174,987	3,262	164,455
Services and supplies	33,274	32,009	30,829	1,180	30,999
	787,518	786,253	782,840	3,413	749,530
Human Resources:					
Salaries and wages	918,064	955,095	920,043	35,052	854,870
Employee benefits	298,160	248,667	242,161	6,506	206,683
Services and supplies	315,321	255,214	184,238	70,976	221,096
Capital outlay	-	-	-	-	32,884
	1,531,545	1,458,976	1,346,442	112,534	1,315,533
Clerk:					
Salaries and wages	1,215,478	1,104,117	1,079,945	24,172	1,178,760
Employee benefits	364,903	334,691	326,551	8,140	336,964
Services and supplies	122,110	105,510	100,585	4,925	86,970
Capital outlay	12,054	9,882	8,185	1,697	5,694
	1,714,545	1,554,200	1,515,266	38,934	1,608,388
Recorder:					
Salaries and wages	1,019,707	960,357	954,471	5,886	926,863
Employee benefits	325,561	311,861	294,901	16,960	276,180
Services and supplies	216,253	221,747	222,577	(830)	146,220
Capital outlay	175,761	175,761	151,314	24,447	72,720
	1,737,282	1,669,726	1,623,263	46,463	1,421,983

(CONTINUED)

**WASHOE COUNTY
GENERAL FUND
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2002
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2001)**

	2002 BUDGETED AMOUNTS		2002		2001
	ORIGINAL	FINAL	ACTUAL	VARIANCE TO FINAL BUDGET	ACTUAL
Information Technology:					
Administration:					
Salaries and wages	\$ 3,445,690	\$ 3,348,999	\$ 3,332,863	\$ 16,136	\$ 3,165,233
Employee benefits	948,883	919,560	923,577	(4,017)	849,295
Services and supplies	1,852,283	1,822,607	1,765,738	56,869	1,693,660
Capital outlay	85,396	99,096	58,509	40,587	98,598
	6,332,252	6,190,262	6,080,687	109,575	5,806,786
Geographic Information Systems:					
Salaries and wages	414,153	447,729	447,570	159	360,165
Employee benefits	116,504	125,559	125,408	151	98,055
Services and supplies	317,672	317,672	135,113	182,559	763,880
Capital outlay	20,000	20,000	26,545	(6,545)	19,476
	868,329	910,960	734,636	176,324	1,241,576
Infrastructure Preservation:					
Services and supplies	1,206,000	1,007,481	1,367,649	(360,168)	-
Capital outlay	532,000	532,000	237,537	294,463	-
	1,738,000	1,539,481	1,605,186	(65,705)	-
Subtotal Information Technology	8,938,581	8,640,703	8,420,509	220,194	7,048,362
General Services:					
Administration:					
Salaries and wages	299,237	285,237	283,267	1,970	231,600
Employee benefits	76,512	75,612	70,583	5,029	56,607
Services and supplies	1,351,911	1,505,464	1,546,764	(41,300)	1,344,602
Capital outlay	-	352,312	128,190	224,122	-
	1,727,660	2,218,625	2,028,804	189,821	1,632,809
Central Services:					
Salaries and wages	618,269	614,419	599,858	14,561	584,267
Employee benefits	203,923	200,883	193,072	7,811	181,671
Services and supplies	980,410	980,410	776,315	204,095	726,396
Capital outlay	32,700	32,700	-	32,700	-
	1,835,302	1,828,412	1,569,245	259,167	1,492,334
Facilities Services:					
Salaries and wages	2,338,349	2,215,299	2,190,548	24,751	2,281,909
Employee benefits	740,063	721,163	684,709	36,454	681,954
Services and supplies	5,551,640	5,545,326	5,153,878	391,448	4,638,317
Capital outlay	1,235,031	-	940	(940)	196,403
	9,865,083	8,481,788	8,030,075	451,713	7,798,583

(CONTINUED)

**WASHOE COUNTY
GENERAL FUND
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2002
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2001)**

	2002 BUDGETED AMOUNTS		2002		2001
	ORIGINAL	FINAL	ACTUAL	VARIANCE TO FINAL BUDGET	ACTUAL
Telecommunications:					
Salaries and wages	\$ 574,266	\$ 546,066	\$ 521,797	\$ 24,269	\$ 508,372
Employee benefits	167,170	163,470	148,575	14,895	144,464
Services and supplies	510,835	502,535	241,258	261,277	130,584
Capital outlay	109,017	109,017	74,345	34,672	24,088
	1,361,288	1,321,088	985,975	335,113	807,508
Facilities Preservations:					
Services and supplies	-	67,114	53,812	13,302	50,736
Capital outlay	-	895,031	742,602	152,429	558,374
	-	962,145	796,414	165,731	609,110
Subtotal General Services	14,789,333	14,812,058	13,410,513	1,401,545	12,340,344
Community Development:					
Administration:					
Salaries and wages	1,466,087	1,492,080	1,478,381	13,699	1,305,302
Employee benefits	430,127	431,903	427,084	4,819	353,508
Services and supplies	762,680	729,271	641,788	87,483	597,586
Capital outlay	-	-	-	-	78,482
	2,658,894	2,653,254	2,547,253	106,001	2,334,878
Subtotal Other	32,157,698	31,575,170	29,646,086	1,929,084	26,819,018
Total General Government Function	45,010,004	44,060,754	41,721,632	2,339,122	39,890,832
Judicial Function:					
District Courts Administration:					
Salaries and wages	3,332,334	3,544,527	3,548,907	(4,380)	3,048,175
Employee benefits	1,017,895	1,013,357	1,007,592	5,765	855,842
Services and supplies	2,162,832	2,202,423	2,183,960	18,463	1,425,109
Capital outlay	9,829	4,830	4,830	-	75,490
	6,522,890	6,765,137	6,745,289	19,848	5,404,616
Grants and Donations:					
Salaries and wages	214,003	146,381	140,389	5,992	100,729
Employee benefits	46,421	38,358	36,558	1,800	24,286
Services and supplies	19,486	165,249	165,277	(28)	778,021
	279,910	349,988	342,224	7,764	903,036

(CONTINUED)

**WASHOE COUNTY
GENERAL FUND
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2002
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2001)**

	2002 BUDGETED AMOUNTS		2002		2001
	ORIGINAL	FINAL	ACTUAL	VARIANCE TO FINAL BUDGET	ACTUAL
Family Court:					
Salaries and wages	\$ 1,748,195	\$ 1,777,797	\$ 1,775,339	\$ 2,458	\$ 1,685,233
Employee benefits	519,292	510,068	514,631	(4,563)	471,856
Services and supplies	383,525	360,657	345,942	14,715	314,115
Capital outlay	2,000	-	-	-	25,051
	2,653,012	2,648,522	2,635,912	12,610	2,496,255
Pre-trial Services:					
Salaries and wages	1,004,499	964,846	964,105	741	852,775
Employee benefits	297,469	269,414	268,283	1,131	242,951
Services and supplies	50,128	49,259	46,566	2,693	38,828
Capital outlay	-	12,980	12,978	2	-
	1,352,096	1,296,499	1,291,932	4,567	1,134,554
Subtotal District Courts	10,807,908	11,060,146	11,015,357	44,789	9,938,461
Court Appointed Attorneys:					
Services and supplies	195,000	270,000	238,816	31,184	416,593
Grand Jury:					
Services and supplies	32,000	21,000	23,562	(2,562)	18,608
District Attorney:					
Criminal Division:					
Salaries and wages	6,369,403	6,473,387	6,476,502	(3,115)	6,067,705
Employee benefits	1,813,303	1,865,528	1,837,214	28,314	1,655,269
Services and supplies	976,824	1,343,000	1,230,270	112,730	1,014,506
Capital outlay	10,750	10,409	10,409	-	4,231
	9,170,280	9,692,324	9,554,395	137,929	8,741,711
Family Support Enforcement:					
Salaries and wages	2,608,683	2,574,922	2,571,759	3,163	2,540,614
Employee benefits	832,986	784,648	798,853	(14,205)	732,217
Services and supplies	594,057	200,170	143,653	56,517	245,676
Capital outlay	30,409	30,409	25,664	4,745	301,292
	4,066,135	3,590,149	3,539,929	50,220	3,819,799
Civil Division:					
Salaries and wages	1,378,195	1,468,170	1,492,332	(24,162)	1,255,436
Employee benefits	384,181	393,740	394,053	(313)	328,863
Services and supplies	53,753	63,995	54,449	9,546	63,138
Capital outlay	31,500	29,395	26,395	3,000	7,097
	1,847,629	1,955,300	1,967,229	(11,929)	1,654,534

(CONTINUED)

**WASHOE COUNTY
GENERAL FUND
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2002
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2001)**

	2002 BUDGETED AMOUNTS		2002		2001
	ORIGINAL	FINAL	ACTUAL	VARIANCE TO FINAL BUDGET	ACTUAL
Grants and Designated:					
Salaries and wages	\$ 154,347	\$ 89,950	\$ 46,528	\$ 43,422	\$ 50,665
Employee benefits	13,783	13,783	10,366	3,417	4,282
Services and supplies	116,802	35,267	82,106	(46,839)	165,643
Capital outlay	-	-	-	-	1,915
	284,932	139,000	139,000	-	222,505
Drug Forfeitures:					
Salaries and wages	121,771	94,546	95,109	(563)	91,383
Employee benefits	32,114	29,399	29,147	252	26,277
Services and supplies	22,621	10,365	4,125	6,240	19,848
	176,506	134,310	128,381	5,929	137,508
Subtotal District Attorney	15,545,482	15,511,083	15,328,934	182,149	14,576,057
Law Library:					
Administration:					
Salaries and wages	366,650	345,462	336,395	9,067	328,872
Employee benefits	106,261	97,687	94,582	3,105	90,107
Services and supplies	393,172	379,572	374,330	5,242	350,788
Capital outlay	-	-	-	-	3,384
	866,083	822,721	805,307	17,414	773,151
Grants:					
Services and supplies	4,570	-	-	-	800
Subtotal Law Library	870,653	822,721	805,307	17,414	773,951
Public Defender:					
Administration:					
Salaries and wages	3,108,830	3,069,595	3,063,754	5,841	2,798,030
Employee benefits	887,784	870,575	862,777	7,798	764,322
Services and supplies	435,508	387,763	290,104	97,659	273,593
Capital outlay	25,000	27,000	26,956	44	-
	4,457,122	4,354,933	4,243,591	111,342	3,835,945
Court Appointed Attorneys:					
Services and supplies	816,864	816,864	816,864	-	786,864
Subtotal Public Defender	5,273,986	5,171,797	5,060,455	111,342	4,622,809

(CONTINUED)

**WASHOE COUNTY
GENERAL FUND
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2002
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2001)**

	2002 BUDGETED AMOUNTS		2002		2001
	ORIGINAL	FINAL	ACTUAL	VARIANCE TO FINAL BUDGET	ACTUAL
Justice Courts:					
Incline Justice Court:					
Salaries and wages	\$ 209,287	\$ 214,907	\$ 210,557	\$ 4,350	\$ 192,858
Employee benefits	48,939	53,249	56,436	(3,187)	49,714
Services and supplies	26,164	21,664	11,806	9,858	13,670
	284,390	289,820	278,799	11,021	256,242
Reno Justice Court:					
Salaries and wages	2,200,663	2,190,763	2,190,307	456	2,145,067
Employee benefits	651,192	634,192	629,917	4,275	579,361
Services and supplies	506,211	486,711	424,232	62,479	312,596
	3,358,066	3,311,666	3,244,456	67,210	3,037,024
Sparks Justice Court:					
Salaries and wages	868,156	869,883	868,371	1,512	811,796
Employee benefits	280,837	274,696	269,072	5,624	240,344
Services and supplies	164,917	155,456	136,879	18,577	124,802
	1,313,910	1,300,035	1,274,322	25,713	1,176,942
Gerlach Justice Court:					
Salaries and wages	26,767	27,572	27,571	1	26,009
Employee benefits	9,123	9,404	9,458	(54)	8,664
Services and supplies	3,270	3,150	1,295	1,855	3,558
	39,160	40,126	38,324	1,802	38,231
Verdi Justice Court:					
Salaries and wages	133,761	126,868	126,527	341	126,013
Employee benefits	39,045	37,361	37,574	(213)	36,360
Services and supplies	16,680	15,830	14,095	1,735	12,646
	189,486	180,059	178,196	1,863	175,019
Wadsworth Justice Court:					
Salaries and wages	77,425	79,272	79,053	219	71,759
Employee benefits	23,087	26,454	26,350	104	20,489
Services and supplies	5,525	5,175	4,791	384	4,951
	106,037	110,901	110,194	707	97,199
Subtotal Justice Courts	5,291,049	5,232,607	5,124,291	108,316	4,780,657

(CONTINUED)

**WASHOE COUNTY
GENERAL FUND
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2002
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2001)**

	2002 BUDGETED AMOUNTS		2002		2001
	ORIGINAL	FINAL	ACTUAL	VARIANCE TO FINAL BUDGET	ACTUAL
Constables:					
Incline Constable:					
Salaries and wages	\$ 62,710	\$ 83,528	\$ 83,122	\$ 406	\$ 70,067
Employee benefits	22,285	22,611	23,719	(1,108)	19,324
Services and supplies	41,340	28,914	27,380	1,534	33,803
Subtotal Constables	126,335	135,053	134,221	832	123,194
Total Judicial Function	38,142,413	38,224,407	37,730,943	493,464	35,250,330
Public Safety Function:					
Police:					
Sheriff Operations:					
Salaries and wages	1,238,422	1,166,815	1,177,582	(10,767)	1,154,293
Employee benefits	335,289	320,570	321,274	(704)	302,230
Services and supplies	380,871	380,871	381,810	(939)	386,367
Capital outlay	-	-	-	-	754
	1,954,582	1,868,256	1,880,666	(12,410)	1,843,644
Grants:					
Salaries and wages	431,818	161,731	154,420	7,311	41,761
Services and supplies	509,469	436,375	470,678	(34,303)	462,586
Capital outlay	378,780	435,548	408,524	27,024	194,355
	1,320,067	1,033,654	1,033,622	32	698,702
Administration:					
Salaries and wages	2,959,718	2,980,399	2,971,180	9,219	2,877,914
Employee benefits	1,049,318	1,031,673	1,017,810	13,863	894,989
Services and supplies	2,014,269	1,912,696	1,825,828	86,868	1,770,811
Capital outlay	300,320	193,890	149,762	44,128	122,024
	6,323,625	6,118,658	5,964,580	154,078	5,665,738
Detectives:					
Salaries and wages	4,807,008	4,781,106	4,730,115	50,991	4,183,251
Employee benefits	1,563,941	1,592,424	1,592,483	(59)	1,355,270
Services and supplies	672,172	659,472	686,844	(27,372)	446,035
Capital outlay	8,901	8,901	3,482	5,419	12,527
	7,052,022	7,041,903	7,012,924	28,979	5,997,083
Flight Operations:					
Salaries and wages	276,643	262,126	222,447	39,679	261,138
Employee benefits	92,674	84,304	72,956	11,348	87,927
Services and supplies	222,072	218,750	188,006	30,744	177,184
	591,389	565,180	483,409	81,771	526,249

(CONTINUED)

**WASHOE COUNTY
GENERAL FUND
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2002
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2001)**

	2002 BUDGETED AMOUNTS		2002		2001
	ORIGINAL	FINAL	ACTUAL	VARIANCE TO FINAL BUDGET	ACTUAL
Patrol:					
Salaries and wages	\$ 8,608,562	\$ 8,389,437	\$ 8,339,856	\$ 49,581	\$ 8,065,185
Employee benefits	3,106,550	2,954,643	2,984,407	(29,764)	2,838,664
Services and supplies	327,622	299,322	251,951	47,371	246,113
Capital outlay	5,770	5,770	1,581	4,189	-
	12,048,504	11,649,172	11,577,795	71,377	11,149,962
Subtotal Sheriff	29,290,189	28,276,823	27,952,996	323,827	25,881,378
Forfeitures:					
Services and supplies	300,720	158,821	90,727	68,094	46,003
Capital outlay	-	-	68,094	(68,094)	7,548
	300,720	158,821	158,821	-	53,551
Detention Facility:					
Salaries and wages	19,916,424	20,694,807	20,667,367	27,440	19,366,234
Employee benefits	7,130,147	7,054,805	7,128,280	(73,475)	6,596,039
Services and supplies	5,531,452	5,470,880	5,485,366	(14,486)	4,451,605
Capital outlay	26,500	26,500	28,500	(2,000)	42,288
	32,604,523	33,246,992	33,309,513	(62,521)	30,456,166
Subtotal Sheriff and Detention	62,195,432	61,682,636	61,421,330	261,306	56,391,095
Coroner:					
Salaries and wages	643,788	648,295	637,437	10,858	604,441
Employee benefits	170,129	166,356	163,368	2,988	159,726
Services and supplies	323,442	321,505	309,726	11,779	290,821
Capital outlay	1,700	-	-	-	2,097
	1,139,059	1,136,156	1,110,531	25,625	1,057,085
Subtotal Police	63,334,491	62,818,792	62,531,861	286,931	57,448,180
Fire Suppression:					
Employee benefits	10,000	9,000	8,082	918	1,548
Services and supplies	230,917	205,465	130,940	74,525	174,459
Capital outlay	157,353	170,754	162,251	8,503	4,804
	398,270	385,219	301,273	83,946	180,811

(CONTINUED)

**WASHOE COUNTY
GENERAL FUND
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2002
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2001)**

	2002 BUDGETED AMOUNTS		2002		2001
	ORIGINAL	FINAL	ACTUAL	VARIANCE TO FINAL BUDGET	ACTUAL
Juvenile Services:					
Administration:					
Salaries and wages	\$ 2,711,784	\$ 2,652,805	\$ 2,643,141	\$ 9,664	\$ 2,474,019
Employee benefits	970,952	961,014	952,372	8,642	852,931
Services and supplies	441,021	472,785	498,232	(25,447)	808,602
	4,123,757	4,086,604	4,093,745	(7,141)	4,135,552
Detention:					
Salaries and wages	2,295,219	2,427,131	2,432,250	(5,119)	2,219,082
Employee benefits	673,931	679,681	678,897	784	615,980
Services and supplies	403,053	381,853	308,235	73,618	273,640
	3,372,203	3,488,665	3,419,382	69,283	3,108,702
Grants:					
Salaries and wages	224,643	186,430	220,598	(34,168)	209,957
Employee benefits	88,253	74,320	73,675	645	81,801
Services and supplies	1,110,148	712,401	678,877	33,524	572,435
	1,423,044	973,151	973,150	1	864,193
Community Services:					
Salaries and wages	307,285	300,837	301,761	(924)	281,644
Employee benefits	103,866	100,392	98,864	1,528	90,393
Services and supplies	39,262	33,762	27,815	5,947	37,888
	450,413	434,991	428,440	6,551	409,925
McGee Center:					
Salaries and wages	761,036	797,782	801,093	(3,311)	723,850
Employee benefits	229,842	245,809	245,712	97	221,542
Services and supplies	105,342	100,078	77,878	22,200	60,236
Capital outlay	5,525	5,525	5,062	463	-
	1,101,745	1,149,194	1,129,745	19,449	1,005,628
Status Offender Intervention:					
Services and supplies	20,962	20,962	20,962	-	20,962
Community Outreach:					
Salaries and wages	260,850	248,380	248,304	76	241,509
Employee benefits	88,732	80,504	79,854	650	75,789
Services and supplies	23,968	18,168	17,915	253	19,343
	373,550	347,052	346,073	979	336,641

(CONTINUED)

**WASHOE COUNTY
GENERAL FUND
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2002
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2001)**

	2002 BUDGETED AMOUNTS		2002		2001
	ORIGINAL	FINAL	ACTUAL	VARIANCE TO FINAL BUDGET	ACTUAL
Family Preservation:					
Services and supplies	\$ 15,000	\$ -	\$ -	\$ -	\$ 15,000
Subtotal Juvenile Services	10,880,674	10,500,619	10,411,497	89,122	9,896,603
Protective Services:					
Building Inspector:					
Salaries and wages	-	-	-	-	1,455,111
Employee benefits	-	-	-	-	424,726
Services and supplies	779	-	-	-	179,049
Capital outlay	9,701	-	-	-	-
	10,480	-	-	-	2,058,886
Emergency Management:					
Salaries and wages	76,574	84,772	76,573	8,199	74,562
Employee benefits	18,081	18,081	18,080	1	17,190
Services and supplies	59,336	51,186	40,553	10,633	66,110
Capital outlay	-	-	-	-	2,500
	153,991	154,039	135,206	18,833	160,362
Animal Control:					
Salaries and wages	491,815	452,315	448,260	4,055	461,224
Employee benefits	161,530	154,030	142,602	11,428	142,288
Services and supplies	404,340	404,636	382,299	22,337	411,729
	1,057,685	1,010,981	973,161	37,820	1,015,241
Public Guardian:					
Salaries and wages	-	530,190	525,326	4,864	528,992
Employee benefits	-	163,395	161,372	2,023	150,859
Services and supplies	-	50,232	39,047	11,185	43,637
Capital outlay	-	9,000	9,290	(290)	-
	-	752,817	735,035	17,782	723,488
Public Administrator:					
Salaries and wages	1,075,655	511,531	503,221	8,310	436,336
Employee benefits	313,472	149,710	146,818	2,892	116,892
Services and supplies	126,236	67,004	45,857	21,147	43,351
Capital outlay	19,816	19,815	19,815	-	15,039
	1,535,179	748,060	715,711	32,349	611,618
Subtotal Protective Services	2,757,335	2,665,897	2,559,113	106,784	4,569,595
Total Public Safety Function	77,370,770	76,370,527	75,803,744	566,783	72,095,189

(CONTINUED)

**WASHOE COUNTY
GENERAL FUND
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2002
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2001)**

	2002 BUDGETED AMOUNTS		2002		2001
	ORIGINAL	FINAL	ACTUAL	VARIANCE TO FINAL BUDGET	ACTUAL
Public Works Function:					
Public Works:					
Administration:					
Salaries and wages	\$ 161,055	\$ 165,877	\$ 166,610	\$ (733)	\$ 138,549
Employee benefits	49,001	49,893	47,642	2,251	36,363
Services and supplies	243,357	225,857	158,017	67,840	186,466
Capital outlay	10,000	4,500	-	4,500	13,716
	463,413	446,127	372,269	73,858	375,094
Infrastructure Preservation:					
Salaries and wages	17,205	17,205	20,983	(3,778)	13,481
Employee benefits	-	-	1,635	(1,635)	1,763
Services and supplies	61,551	61,976	101,696	(39,720)	197,230
Capital outlay	2,840,895	2,603,450	2,400,085	203,365	2,828,166
	2,919,651	2,682,631	2,524,399	158,232	3,040,640
Public Works Projects:					
Salaries and wages	487,654	450,830	447,768	3,062	465,078
Employee benefits	143,397	138,899	129,435	9,464	128,896
Services and supplies	54,283	48,193	22,469	25,724	54,812
	685,334	637,922	599,672	38,250	648,786
Grants:					
Salaries and wages	35	19,494	19,494	-	34,485
Services and supplies	191,203	52,339	93,243	(40,904)	360,010
Capital outlay	1,436,005	1,646,170	1,605,266	40,904	1,983,420
	1,627,243	1,718,003	1,718,003	-	2,377,915
Subtotal Public Works	5,695,641	5,484,683	5,214,343	270,340	6,442,435
Roads:					
Salaries and wages	4,018,921	3,979,173	3,849,794	129,379	3,692,518
Employee benefits	1,312,659	1,314,287	1,271,925	42,362	1,169,791
Services and supplies	4,156,333	4,095,862	3,885,042	210,820	3,667,624
Capital outlay	-	-	-	-	183,445
	9,487,913	9,389,322	9,006,761	382,561	8,713,378
Engineer:					
Salaries and wages	1,493,064	1,431,699	1,350,105	81,594	1,268,658
Employee benefits	409,869	431,273	389,276	41,997	347,903
Services and supplies	197,437	128,239	104,443	23,796	132,336
Capital outlay	15,404	39,404	47,283	(7,879)	26,901
	2,115,774	2,030,615	1,891,107	139,508	1,775,798

(CONTINUED)

**WASHOE COUNTY
GENERAL FUND
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2002
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2001)**

	2002 BUDGETED AMOUNTS		2002		2001
	ORIGINAL	FINAL	ACTUAL	VARIANCE TO FINAL BUDGET	ACTUAL
Special Assessment Studies:					
Services and supplies	\$ -	\$ 15,000	\$ 8,300	\$ 6,700	\$ -
Total Public Works Function	17,299,328	16,919,620	16,120,511	799,109	16,931,611
Welfare Function:					
Social Services Administration:					
Salaries and wages	687,013	687,013	683,579	3,434	658,834
Employee benefits	214,453	214,453	200,353	14,100	164,382
Services and supplies	25,397	19,197	11,640	7,557	12,693
Capital outlay	-	-	-	-	67,958
	926,863	920,663	895,572	25,091	903,867
Direct Assistance:					
Salaries and wages	103,209	103,209	99,614	3,595	95,531
Employee benefits	32,871	32,871	32,329	542	30,034
Services and supplies	1,394,515	1,367,265	1,329,664	37,601	1,288,959
	1,530,595	1,503,345	1,461,607	41,738	1,414,524
Medical Assistance-Indigent:					
Salaries and wages	1,453,867	1,453,867	1,399,396	54,471	1,329,162
Employee benefits	437,425	437,425	400,076	37,349	369,353
Services and supplies	6,874,462	6,874,462	6,966,282	(91,820)	6,590,405
Capital outlay	-	-	-	-	93,160
	8,765,754	8,765,754	8,765,754	-	8,382,080
Subtotal Direct Assistance	10,296,349	10,269,099	10,227,361	41,738	9,796,604
Total Welfare Function	11,223,212	11,189,762	11,122,933	66,829	10,700,471
Culture and Recreation Function:					
Library:					
Administration:					
Salaries and wages	4,582,162	4,379,822	4,358,127	21,695	4,170,596
Employee benefits	1,468,587	1,367,658	1,364,378	3,280	1,250,597
Services and supplies	1,548,226	1,433,060	1,389,984	43,076	1,413,202
Capital outlay	-	-	-	-	11,026
	7,598,975	7,180,540	7,112,489	68,051	6,845,421

(CONTINUED)

**WASHOE COUNTY
GENERAL FUND
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2002
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2001)**

	2002 BUDGETED AMOUNTS		2002		2001
	ORIGINAL	FINAL	ACTUAL	VARIANCE TO FINAL BUDGET	ACTUAL
Grants:					
Salaries and wages	\$ -	\$ -	\$ 1,473	\$ (1,473)	\$ -
Services and supplies	198,017	179,325	228,112	(48,787)	124,442
Capital outlay	150,865	67,199	16,848	50,351	100,000
	348,882	246,524	246,433	91	224,442
Subtotal Library	7,947,857	7,427,064	7,358,922	68,142	7,069,863
Parks:					
Administration:					
Salaries and wages	2,290,933	2,487,454	2,422,257	65,197	2,236,188
Employee benefits	646,916	658,497	641,604	16,893	579,952
Services and supplies	1,076,060	1,063,083	861,130	201,953	870,207
Capital outlay	31,900	45,965	28,883	17,082	45,325
	4,045,809	4,254,999	3,953,874	301,125	3,731,672
Planning and Development:					
Salaries and wages	186,621	186,929	187,815	(886)	110,854
Employee benefits	55,657	54,486	54,493	(7)	29,374
Services and supplies	146,529	111,926	57,269	54,657	80,471
	388,807	353,341	299,577	53,764	220,699
Recreation:					
Salaries and wages	486,703	454,644	351,460	103,184	302,628
Employee benefits	90,348	72,660	76,644	(3,984)	67,148
Services and supplies	286,935	225,705	211,223	14,482	216,270
Capital outlay	3,300	-	-	-	10,907
	867,286	753,009	639,327	113,682	596,953
After School Program:					
Salaries and wages	391,186	408,673	406,959	1,714	364,438
Employee benefits	74,783	55,058	59,760	(4,702)	58,082
Services and supplies	58,465	58,465	35,662	22,803	52,969
	524,434	522,196	502,381	19,815	475,489
Infrastructure Preservation:					
Services and supplies	-	-	-	-	3,826
Capital outlay	383,833	338,763	262,582	76,181	156,100
	383,833	338,763	262,582	76,181	159,926
Subtotal Parks	6,210,169	6,222,308	5,657,741	564,567	5,184,739
Total Culture and Recreation Function	14,158,026	13,649,372	13,016,663	632,709	12,254,602

(CONTINUED)

**WASHOE COUNTY
GENERAL FUND
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2002
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2001)**

	2002 BUDGETED AMOUNTS		2002		2001
	ORIGINAL	FINAL	ACTUAL	VARIANCE TO FINAL BUDGET	ACTUAL
Community Support Function:					
Community Support:					
Services and supplies	\$ 770,906	\$ 729,749	\$ 641,102	\$ 88,647	\$ 751,782
Intergovernmental Expenditures:					
Indigent Insurance Program	1,821,146	1,821,146	1,783,553	37,593	1,294,646
Reno/Sparks apportionment	65,918	65,918	65,918	-	65,918
TRWQSA Joint Venture	-	906,683	906,683	-	2,551,579
Total Intergovernmental Expenditures	1,887,064	2,793,747	2,756,154	37,593	3,912,143
Total Expenditures	205,861,723	203,937,938	198,913,682	5,024,256	191,786,960
Excess (Deficiency) of Revenues Over (Under) Expenditures	10,622,507	11,563,857	21,804,163	10,240,306	21,840,952
OTHER FINANCING SOURCES (USES)					
Debt issued	-	906,683	906,683	-	2,551,579
Transfers:					
Special Revenue Funds	18,000	19,500	52,600	33,100	18,000
Capital Projects Funds		532,865	532,865	-	6,646
Enterprise Funds	2,350,000	2,350,000	2,759,952	409,952	1,056,840
Internal Service Funds	-	110,292	110,292	-	-
Special Revenue Funds	(12,239,670)	(12,598,136)	(12,530,444)	67,692	(13,618,595)
Debt Service Funds	(2,007,495)	(1,969,422)	(2,145,038)	(175,616)	(1,670,489)
Capital Projects Funds	(3,956,652)	(3,325,960)	(3,325,960)	-	(7,286,101)
Enterprise Funds	(2,070,913)	(2,081,393)	(2,082,203)	(810)	(1,914,074)
Internal Service Funds	(2,860,000)	(3,317,000)	(2,830,780)	486,220	(2,129,792)
Contingency	(1,000,000)	(2,523,089)	-	2,523,089	-
Total Other Financing Sources (Uses)	(21,766,730)	(21,895,660)	(18,552,033)	3,343,627	(22,985,986)
Net Change in Fund Balances	(11,144,223)	(10,331,803)	3,252,130	13,583,933	(1,145,034)
FUND BALANCE, JULY 1	27,156,160	26,343,740	28,794,403	2,450,663	29,939,437
FUND BALANCE, JUNE 30	\$ 16,011,937	\$ 16,011,937	\$ 32,046,533	\$ 16,034,596	\$ 28,794,403

SPECIAL REVENUE FUNDS

TO ACCOUNT FOR THE PROCEEDS OF SPECIFIC REVENUE SOURCES (OTHER THAN SPECIAL ASSESSMENTS, OR FOR MAJOR CAPITAL PROJECTS) THAT ARE LEGALLY RESTRICTED TO EXPENDITURE FOR SPECIFIED PURPOSES. THE GENERAL FUND OF ONE OF THE COMPONENT UNITS IS CLASSIFIED AS A SPECIAL REVENUE FUND FOR FINANCIAL REPORTING PURPOSES. THE COUNTY MAINTAINS THE FOLLOWING SPECIAL REVENUE FUNDS:

Major Special Revenue Fund:

PRE-FUNDED RETIREE HEALTH BENEFITS FUND: TO ACCOUNT FOR RESOURCES SET ASIDE TO PAY FOR RETIREE MEDICAL COSTS.

Non-Major Special Revenue Funds:

HEALTH FUND

TO ACCOUNT FOR GRANTS, USER FEES AND OTHER REVENUE SOURCES SPECIFICALLY DEDICATED TO ON-GOING HEALTH PROGRAMS AND SERVICES.

AGRICULTURAL EXTENSION FUND

TO ACCOUNT FOR AD VALOREM TAX REVENUES APPORTIONED TO AND SPECIFICALLY APPROPRIATED FOR VARIOUS AGRICULTURAL AND HOME ECONOMIC PROGRAMS AND SERVICES.

INDIGENT TAX LEVY FUND

TO ACCOUNT FOR AD VALOREM TAX REVENUES AND INVESTMENT EARNINGS THEREON APPORTIONED AND SPECIFICALLY APPROPRIATED TO PROVIDE MEDICAL ASSISTANCE TO THE INDIGENT.

CHILD PROTECTIVE SERVICES FUND

TO ACCOUNT FOR AD VALOREM TAXES, GRANTS AND OTHER REVENUE SOURCES SPECIFICALLY APPROPRIATED TO PROTECT AGAINST THE NEGLECT, ABANDONMENT AND ABUSE OF THE CHILDREN OF WASHOE COUNTY.

SENIOR SERVICES FUND

TO ACCOUNT FOR GRANTS, CHARGES FOR SERVICES AND AD VALOREM TAX REVENUES APPORTIONED AND SPECIFICALLY APPROPRIATED TO PROVIDE SERVICES FOR THE SENIOR CITIZENS OF WASHOE COUNTY.

MAY FOUNDATION FUND

TO ACCOUNT FOR THE OPERATIONS OF THE MAY MUSEUM, THE MAY ARBORETUM AND THE GREAT BASIN ADVENTURE AT RANCHO SAN RAFAEL PARK.

ADMINISTRATIVE ASSESSMENT FUND

TO ACCOUNT FOR JUSTICE COURT ADMINISTRATIVE ASSESSMENTS SPECIFICALLY APPROPRIATED FOR DESIGNATED JUSTICE COURTS PROJECTS.

ENHANCED 911 FUND

TO ACCOUNT FOR THE ENHANCED 911 FEES SPECIFICALLY APPROPRIATED FOR THE ENHANCEMENT OF THE TELEPHONE SYSTEM FOR REPORTING EMERGENCIES.

STABILIZATION FUND

ESTABLISHED PURSUANT TO NRS 354.6115, JULY 1996, TO STABILIZE THE OPERATIONS OF LOCAL GOVERNMENTS BY PROVIDING FUNDS, SUBJECT TO STATUTORY LIMITATIONS, IF TOTAL ACTUAL GENERAL FUND REVENUES FALL SHORT OF TOTAL BUDGETED REVENUES.

LIBRARY EXPANSION FUND

TO ACCOUNT FOR AD VALOREM TAX REVENUES AND INVESTMENT EARNINGS THEREON SPECIFICALLY APPROPRIATED TO FUND EXPANSION OF THE WASHOE COUNTY LIBRARY SYSTEM.

ACCRUED BENEFITS FUND: TO ACCOUNT FOR RESOURCES SET ASIDE FOR EMPLOYEE TERMINATION BENEFITS AT THE TIME OF RETIREMENT OR SEPARATION FROM THE COUNTY.

TRUCKEE MEADOWS FIRE PROTECTION DISTRICT - GENERAL FUND

A COMPONENT UNIT. TO ACCOUNT FOR FINANCIAL ACTIVITIES IN PROVIDING FIRE PROTECTION TO THE UNINCORPORATED AREAS OF WASHOE COUNTY.

TRUCKEE MEADOWS FIRE PROTECTION DISTRICT - STABILIZATION FUND

A COMPONENT UNIT. ESTABLISHED PURSUANT TO NRS 354.6115, JULY 1996, TO STABILIZE THE OPERATIONS OF LOCAL GOVERNMENTS BY PROVIDING FUNDS, SUBJECT TO STATUTORY LIMITATIONS, IF TOTAL ACTUAL TMFPD GENERAL FUND REVENUES FALL SHORT OF TOTAL BUDGETED REVENUES.

TRUCKEE MEADOWS FIRE PROTECTION DISTRICT - VACATION AND SICK LEAVE ACCRUAL FUND

A COMPONENT UNIT. TO ACCOUNT FOR RESOURCES SET ASIDE TO PAY FOR EMPLOYEE TERMINATION BENEFITS AT THE TIME OF RETIREMENT OR SEPARATION FROM THE DISTRICT.

TRUCKEE MEADOWS FIRE PROTECTION DISTRICT - PRE-FUNDED RETIREE HEALTH BENEFITS FUND

A COMPONENT UNIT. TO ACCOUNT FOR RESOURCES SET ASIDE TO PAY FOR RETIREE MEDICAL COSTS.



Reno, Nevada

WASHOE COUNTY
NONMAJOR SPECIAL REVENUE FUNDS
COMBINING BALANCE SHEET
JUNE 30, 2002

	HEALTH FUND	AGRICULTURAL EXTENSION FUND	INDIGENT TAX LEVY FUND	CHILD PROTECTIVE SERVICES FUND	SENIOR SERVICES FUND	MAY FOUNDATION FUND
ASSETS						
Cash and investments	\$ 48,969	\$ 513,833	\$ 1,562,905	\$ 1,303,477	\$ 703,122	\$ 177,375
Receivables:						
Accounts	60,726	-	14,122	20,705	19,976	2,539
Consolidated tax	-	-	-	-	-	-
Property taxes	-	13,229	113,684	52,787	13,229	-
Other taxes	-	-	-	-	-	-
Interest	-	-	27,041	-	-	-
Due from other governments - grants	1,270,635	-	-	2,322,746	198,140	-
Due from other governments - other	7,796	-	-	12,978	-	-
Inventory	-	-	-	-	-	-
Deposits	-	-	-	-	-	-
Total Assets	<u>\$ 1,388,126</u>	<u>\$ 527,062</u>	<u>\$ 1,717,752</u>	<u>\$ 3,712,693</u>	<u>\$ 934,467</u>	<u>\$ 179,914</u>
LIABILITIES						
Accounts payable	\$ 224,941	\$ 80,290	\$ 651,147	\$ 466,460	\$ 53,787	\$ 37,809
Accrued salaries/benefits	472,328	21,621	-	257,656	67,621	26,896
Due to other governments	85	-	731,372	-	111,621	-
Deposits	311	-	-	-	-	12,179
Deferred revenue	-	12,049	103,533	586,495	12,049	-
Total Liabilities	<u>697,665</u>	<u>113,960</u>	<u>1,486,052</u>	<u>1,310,611</u>	<u>245,078</u>	<u>76,884</u>
FUND BALANCES						
Reserved for:						
Encumbrances	375	-	-	21,387	2,728	1,991
Inventory	-	-	-	-	-	-
Projects	31,733	-	-	24,738	234,826	59,610
Claims	-	-	-	-	-	-
Unreserved:						
Designated/future years expenditures	580,613	413,102	231,700	2,355,957	451,835	41,429
Designated/departamental carryover	77,740	-	-	-	-	-
Undesignated	-	-	-	-	-	-
Total Fund Balances	<u>690,461</u>	<u>413,102</u>	<u>231,700</u>	<u>2,402,082</u>	<u>689,389</u>	<u>103,030</u>
Total Liabilities/ Fund Balances	<u>\$ 1,388,126</u>	<u>\$ 527,062</u>	<u>\$ 1,717,752</u>	<u>\$ 3,712,693</u>	<u>\$ 934,467</u>	<u>\$ 179,914</u>

ADMINI- STRATIVE ASSESSMENT FUND	ENHANCED 911 FUND	STABILIZA- TION FUND	LIBRARY EXPANSION FUND	ACCRUED BENEFITS FUND	TMFPD GENERAL FUND	OTHER TMFPD FUNDS	TOTAL
\$ 1,230,207	\$ 450,892	\$ 3,250,000	\$ 1,111,757	\$ 122,100	\$ 2,238,016	\$ 2,630,147	\$ 15,342,800
10,459	8,445	-	-	-	-	-	136,972
-	-	-	-	-	829,921	-	829,921
-	-	-	26,454	-	136,106	-	355,489
-	-	-	-	-	280,851	-	280,851
-	3,352	-	11,911	1,132	16,432	15,536	75,404
-	-	-	-	-	-	-	3,791,521
-	-	-	-	-	-	-	20,774
-	-	-	-	-	221,957	-	221,957
-	-	-	-	-	1,849	-	1,849
<u>\$ 1,240,666</u>	<u>\$ 462,689</u>	<u>\$ 3,250,000</u>	<u>\$ 1,150,122</u>	<u>\$ 123,232</u>	<u>\$ 3,725,132</u>	<u>\$ 2,645,683</u>	<u>\$ 21,057,538</u>
\$ 16,491	\$ 9,137	\$ -	\$ 15,268	\$ -	\$ 35,018	\$ 40,185	\$ 1,630,533
-	-	-	68,418	68,924	-	-	983,464
-	18,313	-	-	-	-	-	861,391
-	-	-	-	-	-	-	12,490
-	-	-	24,094	-	116,472	-	854,692
<u>16,491</u>	<u>27,450</u>	<u>-</u>	<u>107,780</u>	<u>68,924</u>	<u>151,490</u>	<u>40,185</u>	<u>4,342,570</u>
-	41,358	-	-	-	-	-	67,839
-	-	-	-	-	221,957	-	221,957
-	-	-	-	-	21,420	-	372,327
-	-	-	-	-	-	1,611,503	1,611,503
1,224,175	393,881	3,250,000	1,042,342	54,308	3,110,535	921,370	14,071,247
-	-	-	-	-	-	-	77,740
-	-	-	-	-	219,730	72,625	292,355
<u>1,224,175</u>	<u>435,239</u>	<u>3,250,000</u>	<u>1,042,342</u>	<u>54,308</u>	<u>3,573,642</u>	<u>2,605,498</u>	<u>16,714,968</u>
<u>\$ 1,240,666</u>	<u>\$ 462,689</u>	<u>\$ 3,250,000</u>	<u>\$ 1,150,122</u>	<u>\$ 123,232</u>	<u>\$ 3,725,132</u>	<u>\$ 2,645,683</u>	<u>\$ 21,057,538</u>

WASHOE COUNTY
NONMAJOR SPECIAL REVENUE FUNDS
COMBINING STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES
FOR THE YEAR ENDED JUNE 30, 2002

	HEALTH FUND	AGRICULTURAL EXTENSION FUND	INDIGENT TAX LEVY FUND	CHILD PROTECTIVE SERVICES FUND	SENIOR SERVICES FUND	MAY FOUNDATION FUND
REVENUES						
Taxes:						
Ad valorem	\$ -	\$ 896,009	\$ 7,620,050	\$ 3,583,806	\$ 895,952	\$ -
Licenses and permits	1,581,636	-	-	25,445	-	-
Intergovernmental	5,132,476	-	-	6,556,756	1,381,684	-
Charges for services	1,244,707	-	209,568	580,318	118,696	311,823
Fines and forfeits	-	-	-	-	-	-
Miscellaneous	9,986	-	166,077	28,946	456,415	368,289
Total Revenues	7,968,805	896,009	7,995,695	10,775,271	2,852,747	680,112
EXPENDITURES						
Current:						
General government	-	964,811	-	-	-	-
Judicial	-	-	-	-	-	-
Public safety	-	-	-	-	-	-
Health and sanitation	14,980,833	-	-	-	-	-
Welfare	-	-	8,618,395	10,916,442	-	-
Culture and recreation	-	-	-	-	2,849,251	749,068
Total Expenditures	14,980,833	964,811	8,618,395	10,916,442	2,849,251	749,068
Excess (Deficiency) of Revenues Over (Under) Expenditures	(7,012,028)	(68,802)	(622,700)	(141,171)	3,496	(68,956)
OTHER FINANCING SOURCES (USES)						
Proceeds from asset disposition	-	-	-	-	-	-
Transfers in	6,923,265	-	-	901,870	180,000	123,000
Transfers out	(131,727)	-	-	(183,095)	-	-
Total Other Financing Sources (Uses)	6,791,538	-	-	718,775	180,000	123,000
Net Change in Fund Balances	(220,490)	(68,802)	(622,700)	577,604	183,496	54,044
FUND BALANCE, JULY 1	910,951	481,904	854,400	1,824,478	505,893	48,986
FUND BALANCE, JUNE 30	\$ 690,461	\$ 413,102	\$ 231,700	\$ 2,402,082	\$ 689,389	\$ 103,030

ADMINI- STRATIVE ASSESSMENT FUND	ENHANCED 911 FUND	STABILIZA- TION FUND	LIBRARY EXPANSION FUND	ACCRUED BENEFITS FUND	TMFPD GENERAL FUND	OTHER TMFPD FUNDS	TOTAL
\$ -	\$ -	\$ -	\$ 1,790,065	\$ -	\$ 7,367,996	\$ 133	\$ 22,154,011
-	-	-	-	-	43,705	-	1,650,786
-	-	-	-	-	5,774,664	-	18,845,580
118,030	68,513	-	-	-	14,789	-	2,666,444
580,059	-	-	-	-	-	-	580,059
-	35,571	-	112,365	10,330	130,149	340,033	1,658,161
698,089	104,084	-	1,902,430	10,330	13,331,303	340,166	47,555,041
-	-	-	-	1,321,052	-	-	2,285,863
167,637	-	-	-	-	-	-	167,637
-	647,623	-	-	-	12,137,511	40,674	12,825,808
-	-	-	-	-	-	-	14,980,833
-	-	-	-	-	-	-	19,534,837
-	-	-	2,022,207	-	-	-	5,620,526
167,637	647,623	-	2,022,207	1,321,052	12,137,511	40,674	55,415,504
530,452	(543,539)	-	(119,777)	(1,310,722)	1,193,792	299,492	(7,860,463)
-	-	-	-	-	1,837	-	1,837
-	-	-	105,000	1,025,935	-	-	9,259,070
(1,500)	-	-	(639,617)	-	(919,205)	-	(1,875,144)
(1,500)	-	-	(534,617)	1,025,935	(917,368)	-	7,385,763
528,952	(543,539)	-	(654,394)	(284,787)	276,424	299,492	(474,700)
695,223	978,778	3,250,000	1,696,736	339,095	3,297,218	2,306,006	17,189,668
\$ 1,224,175	\$ 435,239	\$ 3,250,000	\$ 1,042,342	\$ 54,308	\$ 3,573,642	\$ 2,605,498	\$ 16,714,968

**WASHOE COUNTY
HEALTH FUND
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2002
(WITH COMPARATIVE AMOUNTS FOR THE YEAR ENDED JUNE 30, 2001)**

	2002 BUDGETED AMOUNTS		2002		2001
	ORIGINAL	FINAL	ACTUAL	VARIANCE TO FINAL BUDGET	ACTUAL
REVENUES					
Licenses and Permits	\$ 1,505,181	\$ 1,505,181	\$ 1,581,636	\$ 76,455	\$ 1,470,622
Intergovernmental Revenues:					
Federal grants	3,833,319	3,909,054	3,909,054	-	3,649,547
State grants	647,361	737,175	737,175	-	952,847
Other	488,304	471,606	486,247	14,641	445,300
Charges for Services:					
Health and sanitation	1,246,613	1,196,113	1,244,707	48,594	1,235,926
Miscellaneous:					
Contributions and donations	-	3,380	3,405	25	1,993
Other	-	-	6,581	6,581	6,440
Total Revenues	<u>7,720,778</u>	<u>7,822,509</u>	<u>7,968,805</u>	<u>146,296</u>	<u>7,762,675</u>
EXPENDITURES					
Health and Sanitation Function:					
Public Health Administration:					
Salaries and wages	1,681,301	1,670,045	1,646,490	23,555	1,610,686
Employee benefits	550,113	536,212	507,414	28,798	469,187
Services and supplies	341,633	299,991	333,721	(33,730)	323,342
Total Public Health Administration	<u>2,573,047</u>	<u>2,506,248</u>	<u>2,487,625</u>	<u>18,623</u>	<u>2,403,215</u>
Air Quality Management:					
Salaries and wages	1,263,812	1,220,001	1,213,928	6,073	1,052,316
Employee benefits	356,830	353,535	345,018	8,517	289,120
Services and supplies	475,105	463,793	454,371	9,422	628,362
Capital outlay	27,987	67,250	35,770	31,480	39,598
Total Air Quality Management	<u>2,123,734</u>	<u>2,104,579</u>	<u>2,049,087</u>	<u>55,492</u>	<u>2,009,396</u>
Community/Clinic Health Services:					
Salaries and wages	3,968,889	3,950,344	3,852,234	98,110	3,592,984
Employee benefits	1,185,532	1,203,298	1,123,927	79,371	1,024,693
Services and supplies	1,139,840	1,169,577	1,205,133	(35,556)	1,148,882
Capital outlay	-	-	13,599	(13,599)	4,035
Total Community/Clinic Health Services	<u>6,294,261</u>	<u>6,323,219</u>	<u>6,194,893</u>	<u>128,326</u>	<u>5,770,594</u>

(CONTINUED)

**WASHOE COUNTY
HEALTH FUND
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2002
(WITH COMPARATIVE AMOUNTS FOR THE YEAR ENDED JUNE 30, 2001)**

	2002 BUDGETED AMOUNTS		2002		2001
	ORIGINAL	FINAL	ACTUAL	VARIANCE TO FINAL BUDGET	ACTUAL
Environmental Health Services:					
Salaries and wages	\$ 2,805,701	\$ 2,732,440	\$ 2,719,104	\$ 13,336	\$ 2,541,242
Employee benefits	768,912	772,909	762,348	10,561	682,101
Services and supplies	799,167	782,064	723,505	58,559	763,294
Capital outlay	38,000	46,000	44,271	1,729	17,540
Total Environmental Health Services	4,411,780	4,333,413	4,249,228	84,185	4,004,177
Total Expenditures	15,402,822	15,267,459	14,980,833	286,626	14,187,382
Excess (Deficiency) of Revenues Over (Under) Expenditures	(7,682,044)	(7,444,950)	(7,012,028)	432,922	(6,424,707)
OTHER FINANCING SOURCES (USES)					
Transfers:					
General Fund	7,000,000	6,923,266	6,923,265	(1)	6,392,000
General Fund	-	-	(3,100)	(3,100)	-
Accrued Benefits Fund	-	(128,627)	(128,627)	-	-
Total Other Financing Sources (Uses)	7,000,000	6,794,639	6,791,538	(3,101)	6,392,000
Net Change in Fund Balances	(682,044)	(650,311)	(220,490)	429,821	(32,707)
FUND BALANCE, JULY 1	729,463	697,730	910,951	213,221	943,658
FUND BALANCE, JUNE 30	\$ 47,419	\$ 47,419	\$ 690,461	\$ 643,042	\$ 910,951

WASHOE COUNTY
AGRICULTURAL EXTENSION FUND
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2002
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2001)

	2002 BUDGETED AMOUNTS		2002		2001
	ORIGINAL	FINAL	ACTUAL	VARIANCE TO FINAL BUDGET	ACTUAL
REVENUES					
Taxes:					
Ad valorem	\$ 916,170	\$ 916,170	\$ 896,009	\$ (20,161)	\$ 864,260
EXPENDITURES					
General Government Function:					
Salaries and wages	387,500	387,500	379,707	7,793	365,984
Employee benefits	118,792	118,792	114,138	4,654	109,148
Services and supplies	653,149	653,149	454,653	198,496	353,968
Capital outlay	59,000	59,000	16,313	42,687	23,516
Total Expenditures	1,218,441	1,218,441	964,811	253,630	852,616
Excess (Deficiency) of Revenues Over (Under) Expenditures	(302,271)	(302,271)	(68,802)	233,469	11,644
FUND BALANCE, JULY 1	481,904	481,904	481,904	-	470,260
FUND BALANCE, JUNE 30	\$ 179,633	\$ 179,633	\$ 413,102	\$ 233,469	\$ 481,904

WASHOE COUNTY
INDIGENT TAX LEVY FUND
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2002
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2001)

	2002 BUDGETED AMOUNTS		2002		2001
	ORIGINAL	FINAL	ACTUAL	VARIANCE TO FINAL BUDGET	ACTUAL
REVENUES					
Taxes:					
Ad valorem	\$ 7,790,193	\$ 7,790,193	\$ 7,620,050	\$ (170,143)	\$ 7,770,154
Charges for Services:					
Reimbursements	124,000	124,000	209,568	85,568	141,133
Miscellaneous:					
Investment earnings	160,000	160,000	183,028	23,028	262,163
Net increase (decrease) in the fair value of investments	-	-	(16,951)	(16,951)	99,132
Total Revenues	8,074,193	8,074,193	7,995,695	(78,498)	8,272,582
EXPENDITURES					
Welfare Function:					
Services and supplies	8,649,688	8,649,688	8,618,395	(31,293)	7,599,638
Excess (Deficiency) of Revenues Over (Under) Expenditures	(575,495)	(575,495)	(622,700)	(47,205)	672,944
FUND BALANCE, JULY 1	575,495	575,495	854,400	278,905	181,456
FUND BALANCE, JUNE 30	\$ -	\$ -	\$ 231,700	\$ 231,700	\$ 854,400

**WASHOE COUNTY
CHILD PROTECTIVE SERVICES FUND
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2002
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2001)**

	2002 BUDGETED AMOUNTS		2002		2001
	ORIGINAL	FINAL	ACTUAL	VARIANCE TO FINAL BUDGET	ACTUAL
REVENUES					
Taxes:					
Ad valorem	\$ 3,666,278	\$ 3,666,278	\$ 3,583,806	\$ (82,472)	\$ 3,452,390
Licenses and Permits:					
Day care licenses	30,000	30,000	25,445	(4,555)	24,628
Intergovernmental Revenues:					
Federal grants	2,389,335	2,449,228	2,449,228	-	1,946,141
Other	3,551,250	3,551,250	4,107,528	556,278	2,484,380
Charges for Services:					
Reimbursements	415,000	415,000	580,318	165,318	774,632
Miscellaneous:					
Contributions and donations	21,000	26,674	28,946	2,272	61,005
Total Revenues	10,072,863	10,138,430	10,775,271	636,841	8,743,176
EXPENDITURES					
Welfare Function:					
Child Protective Services:					
Salaries and wages	4,438,039	4,468,600	4,123,689	344,911	3,685,477
Employee benefits	1,336,108	1,336,108	1,201,848	134,260	1,042,656
Services and supplies	1,221,050	1,220,062	678,329	541,733	358,189
Capital outlay	133,768	133,768	68,239	65,529	-
Total Child Protective Services	7,128,965	7,158,538	6,072,105	1,086,433	5,086,322
Day Care Licensing:					
Salaries and wages	471,284	471,284	455,904	15,380	459,166
Employee benefits	140,994	140,994	136,528	4,466	126,358
Services and supplies	18,920	18,120	15,413	2,707	16,954
Total Day Care Licensing	631,198	630,398	607,845	22,553	602,478
Emergency Shelter Care:					
Services and supplies	4,102,845	4,131,839	4,236,492	(104,653)	4,051,855
Total Expenditures	11,863,008	11,920,775	10,916,442	1,004,333	9,740,655
Excess (Deficiency) of Revenues Over (Under) Expenditures	(1,790,145)	(1,782,345)	(141,171)	1,641,174	(997,479)

(CONTINUED)

WASHOE COUNTY
CHILD PROTECTIVE SERVICES FUND
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2002
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2001)

	2002 BUDGETED AMOUNTS		2002		2001
	ORIGINAL	FINAL	ACTUAL	VARIANCE TO FINAL BUDGET	ACTUAL
OTHER FINANCING SOURCES (USES)					
Transfers:					
General Fund	\$ 909,670	\$ 901,870	\$ 901,870	\$ -	\$ 862,384
General Fund	(18,000)	(18,000)	(48,000)	(30,000)	(18,000)
Debt Service Fund	(135,985)	(135,985)	(135,095)	890	(134,570)
Total Other Financing Sources (Uses)	755,685	747,885	718,775	(29,110)	709,814
Net Change in Fund Balances	(1,034,460)	(1,034,460)	577,604	1,612,064	(287,665)
FUND BALANCE, JULY 1	1,407,299	1,407,299	1,824,478	417,179	2,112,143
FUND BALANCE, JUNE 30	\$ 372,839	\$ 372,839	\$ 2,402,082	\$ 2,029,243	\$ 1,824,478

**WASHOE COUNTY
SENIOR SERVICES FUND
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2002
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2001)**

	2002 BUDGETED AMOUNTS		2002		2001
	ORIGINAL	FINAL	ACTUAL	VARIANCE TO FINAL BUDGET	ACTUAL
REVENUES					
Taxes:					
Ad valorem	\$ 916,170	\$ 916,170	\$ 895,952	\$ (20,218)	\$ 863,100
Intergovernmental Revenues:					
Federal grants	780,240	696,665	753,960	57,295	710,929
State and local grants	354,536	645,816	615,749	(30,067)	336,730
Other	64,500	11,975	11,975	-	81,476
Charges for Services:					
Senior law project fees	65,000	65,000	67,097	2,097	66,000
Other	44,500	44,500	51,599	7,099	49,750
Miscellaneous:					
Contributions and donations	59,962	145,565	89,858	(55,707)	197,175
Project income	258,000	258,000	325,275	67,275	310,237
Other	51,225	51,225	41,282	(9,943)	48,928
Total Revenues	2,594,133	2,834,916	2,852,747	17,831	2,664,325
EXPENDITURES					
Culture and Recreation Function:					
Salaries and wages	1,534,779	1,543,057	1,424,974	118,083	1,270,429
Employee benefits	468,247	479,649	434,622	45,027	381,383
Services and supplies	918,287	1,022,694	989,655	33,039	957,388
Capital outlay	163,653	106,041	-	106,041	100,100
Total Expenditures	3,084,966	3,151,441	2,849,251	302,190	2,709,300
Excess (Deficiency) of Revenues Over (Under) Expenditures	(490,833)	(316,525)	3,496	320,021	(44,975)
OTHER FINANCING SOURCES (USES)					
Transfers:					
General Fund	185,000	185,000	180,000	5,000	167,936
Net Change in Fund Balances	(305,833)	(131,525)	183,496	325,021	122,961
FUND BALANCE, JULY 1	715,014	540,706	505,893	34,813	382,932
FUND BALANCE, JUNE 30	\$ 409,181	\$ 409,181	\$ 689,389	\$ 359,834	\$ 505,893

WASHOE COUNTY
MAY FOUNDATION FUND
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2002
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2001)

	2002 BUDGETED AMOUNTS		2002		2001
	ORIGINAL	FINAL	ACTUAL	VARIANCE TO FINAL BUDGET	ACTUAL
REVENUES					
Charges for Services:					
Admissions	\$ 213,025	\$ 213,025	\$ 189,202	\$ (23,823)	\$ 200,999
Concessions	53,226	53,226	50,815	(2,411)	48,438
Facility fees	55,000	55,000	42,426	(12,574)	47,519
Gift shop	22,000	22,000	29,380	7,380	21,717
Miscellaneous:					
Contributions and donations	300,000	342,610	318,076	(24,534)	272,200
Other	53,377	53,377	50,213	(3,164)	51,375
Total Revenues	696,628	739,238	680,112	(59,126)	642,248
EXPENDITURES					
Culture and Recreation Function:					
Salaries and wages	375,018	375,018	399,761	(24,743)	407,987
Employee benefits	97,845	97,845	85,085	12,760	89,743
Services and supplies	269,412	312,022	264,222	47,800	287,760
Total Expenditures	742,275	784,885	749,068	35,817	785,490
Excess (Deficiency) of Revenues Over (Under) Expenditures	(45,647)	(45,647)	(68,956)	(23,309)	(143,242)
OTHER FINANCING SOURCES (USES)					
Transfers:					
General Fund	40,000	40,000	123,000	83,000	123,000
Net Change in Fund Balances	(5,647)	(5,647)	54,044	59,691	(20,242)
FUND BALANCE, JULY 1	8,163	8,163	48,986	40,823	69,228
FUND BALANCE, JUNE 30	\$ 2,516	\$ 2,516	\$ 103,030	\$ 100,514	\$ 48,986

WASHOE COUNTY
ADMINISTRATIVE ASSESSMENT FUND
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2002
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2001)

	2002 BUDGETED AMOUNTS		2002		2001
	ORIGINAL	FINAL	ACTUAL	VARIANCE TO FINAL BUDGET	ACTUAL
REVENUES					
Charges for services	\$ -	\$ -	\$ 118,030	\$ 118,030	\$ 112,550
Fines and forfeits	954,531	954,531	580,059	(374,472)	582,757
Total Revenues	954,531	954,531	698,089	(256,442)	695,307
EXPENDITURES					
Judicial Function:					
Justice Courts:					
Services and supplies	643,737	642,237	165,164	477,073	718,982
Capital outlay	245,000	245,000	2,473	242,527	8,087
Total Expenditures	888,737	887,237	167,637	719,600	727,069
Excess (Deficiency) of Revenues Over (Under) Expenditures	65,794	67,294	530,452	463,158	(31,762)
OTHER FINANCING SOURCES (USES)					
Transfers:					
General Fund	-	(1,500)	(1,500)	-	-
Net Change in Fund Balances	65,794	65,794	528,952	463,158	(31,762)
FUND BALANCE, JULY 1	25,152	25,152	695,223	670,071	726,985
FUND BALANCE, JUNE 30	\$ 90,946	\$ 90,946	\$ 1,224,175	\$ 1,133,229	\$ 695,223

WASHOE COUNTY
ENHANCED 911 FUND
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2002
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2001)

	2002 BUDGETED AMOUNTS		2002		2001
	ORIGINAL	FINAL	ACTUAL	VARIANCE TO FINAL BUDGET	ACTUAL
REVENUES					
Charges for Services:					
Enhanced 911 fees	\$ 711,900	\$ 711,900	\$ 68,513	\$ (643,387)	\$ 666,431
Miscellaneous:					
Investment earnings	50,000	50,000	33,047	(16,953)	74,632
Net increase (decrease) in the fair value of investments	-	-	2,524	2,524	32,579
Total Revenues	761,900	761,900	104,084	(657,816)	773,642
EXPENDITURES					
Public Safety Function:					
Salaries and wages	95,000	95,000	72,192	22,808	84,234
Services and supplies	811,500	811,500	565,521	245,979	635,050
Capital outlay	419,691	419,691	9,910	409,781	201,608
Total Expenditures	1,326,191	1,326,191	647,623	678,568	920,892
Excess (Deficiency) of Revenues Over (Under) Expenditures	(564,291)	(564,291)	(543,539)	20,752	(147,250)
FUND BALANCE, JULY 1	634,824	634,824	978,778	343,954	1,126,028
FUND BALANCE, JUNE 30	\$ 70,533	\$ 70,533	\$ 435,239	\$ 364,706	\$ 978,778

WASHOE COUNTY
STABILIZATION FUND
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2002
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2001)

	2002 BUDGETED AMOUNTS		2002		2001
	ORIGINAL	FINAL	ACTUAL	VARIANCE TO FINAL BUDGET	ACTUAL
EXPENDITURES					
General Government Function:					
Services and supplies	\$ 3,250,000	\$ 3,250,000	\$ -	\$ 3,250,000	\$ -
Net Change in Fund Balances	(3,250,000)	(3,250,000)	-	(3,250,000)	-
FUND BALANCE, JULY 1	3,250,000	3,250,000	3,250,000	-	3,250,000
FUND BALANCE, JUNE 30	\$ -	\$ -	\$ 3,250,000	\$ (3,250,000)	\$ 3,250,000

**WASHOE COUNTY
LIBRARY EXPANSION FUND
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2002
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2001)**

	2002 BUDGETED AMOUNTS		2002		2001
	ORIGINAL	FINAL	ACTUAL	VARIANCE TO FINAL BUDGET	ACTUAL
REVENUES					
Taxes:					
Ad valorem	\$ 1,835,740	\$ 1,835,740	\$ 1,790,065	\$ (45,675)	\$ 1,725,943
Miscellaneous:					
Investment earnings	75,000	75,000	76,979	1,979	95,973
Net increase (decrease) in the fair value of investments	-	-	35,386	35,386	45,056
Total Revenues	1,910,740	1,910,740	1,902,430	(8,310)	1,866,972
EXPENDITURES					
Culture and Recreation Function:					
Salaries and wages	1,396,786	1,396,786	1,372,833	23,953	1,304,477
Employee benefits	465,763	465,763	447,775	17,988	408,805
Services and supplies	297,540	297,540	201,599	95,941	134,422
Capital outlay	-	-	-	-	32,892
Total Expenditures	2,160,089	2,160,089	2,022,207	137,882	1,880,596
Excess (Deficiency) of Revenues Over (Under) Expenditures	(249,349)	(249,349)	(119,777)	129,572	(13,624)
OTHER FINANCING SOURCES (USES)					
Transfers:					
General Fund	105,000	105,000	105,000	-	1,700,275
Public Works Construction Fund	-	-	-	-	651,527
Debt Service Fund	(639,248)	(639,248)	(639,617)	(369)	(641,442)
Total Other Financing Sources (Uses)	(534,248)	(534,248)	(534,617)	(369)	1,710,360
Net Change in Fund Balances	(783,597)	(783,597)	(654,394)	129,203	1,696,736
FUND BALANCE, JULY 1	1,604,243	1,604,243	1,696,736	92,493	-
FUND BALANCE, JUNE 30	\$ 820,646	\$ 820,646	\$ 1,042,342	\$ 221,696	\$ 1,696,736

WASHOE COUNTY
ACCRUED BENEFITS FUND
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2002
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2001)

	2002 BUDGETED AMOUNTS		2002		2001
	ORIGINAL	FINAL	ACTUAL	VARIANCE TO FINAL BUDGET	ACTUAL
REVENUES					
Miscellaneous:					
Investment earnings	\$ 15,000	\$ 15,000	\$ 11,320	\$ (3,680)	\$ 15,555
Net increase (decrease) in the fair value of investments	-	-	(990)	(990)	9,732
Total Revenues	15,000	15,000	10,330	(4,670)	25,287
EXPENDITURES					
General Government Function:					
Salaries and wages	850,000	1,403,876	1,315,790	88,086	1,129,559
Employee benefits	-	-	5,262	(5,262)	12,559
Total Expenditures	850,000	1,403,876	1,321,052	82,824	1,142,118
Excess (Deficiency) of Revenues Over (Under) Expenditures	(835,000)	(1,388,876)	(1,310,722)	78,154	(1,116,831)
OTHER FINANCING SOURCES (USES)					
Transfers:					
General Fund	600,000	897,308	897,308	-	1,200,000
Health Fund	-	128,627	128,627	-	-
Public Works Construction Fund	-	62,692	-	62,692	-
Total Other Financing Sources (Uses)	600,000	1,088,627	1,025,935	62,692	1,200,000
Net Change in Fund Balances	(235,000)	(300,249)	(284,787)	15,462	83,169
FUND BALANCE, JULY 1	273,846	339,095	339,095	-	255,926
FUND BALANCE, JUNE 30	\$ 38,846	\$ 38,846	\$ 54,308	\$ 15,462	\$ 339,095

WASHOE COUNTY
TRUCKEE MEADOWS FIRE PROTECTION DISTRICT GENERAL FUND
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2002
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2001)

	2002 BUDGETED AMOUNTS		2002		2001
	ORIGINAL	FINAL	ACTUAL	VARIANCE TO FINAL BUDGET	ACTUAL
REVENUES					
Taxes:					
Ad valorem-general	\$ 7,308,468	\$ 7,308,468	\$ 7,255,200	\$ (53,268)	\$ 6,508,959
Ad valorem-AB 104	113,897	113,897	112,796	(1,101)	103,193
Licenses and Permits:					
Gaming-AB 104	27,920	27,920	43,705	15,785	28,439
Intergovernmental Revenues:					
Consolidated tax	4,820,808	4,820,808	4,774,859	(45,949)	4,677,677
State and local grants	-	-	-	-	129,848
Motor vehicle privilege tax-AB 104	255,220	255,220	261,469	6,249	295,636
Real property transfer tax-AB 104	30,318	30,318	31,953	1,635	26,484
SCCR Tax-AB 104	586,395	586,395	576,383	(10,012)	538,026
Fire suppression reimbursements	130,000	130,000	130,000	-	141,968
Charges for Services:					
Building and zoning fees	25,000	25,000	14,789	(10,211)	-
Miscellaneous:					
Investment earnings	75,000	75,000	91,019	16,019	109,135
Net increase (decrease) in the fair value of investments	-	-	12,414	12,414	41,354
Other	5,000	17,500	26,716	9,216	10,480
Total Revenues	13,378,026	13,390,526	13,331,303	(59,223)	12,611,199
EXPENDITURES					
Public Safety Function:					
Employee benefits	425,000	595,000	579,769	15,231	493,378
Services and supplies	11,540,701	11,579,701	11,557,742	21,959	10,933,000
Total Expenditures	11,965,701	12,174,701	12,137,511	37,190	11,426,378
Excess (Deficiency) of Revenues Over (Under) Expenditures	1,412,325	1,215,825	1,193,792	(22,033)	1,184,821
OTHER FINANCING SOURCES (USES)					
Proceeds from asset disposition	-	-	1,837	1,837	-
Transfers:					
TMFPD Health Benefits Fund	-	-	-	-	261,256
TMFPD Unemployment Comp Fund	-	-	-	-	46,966
TMFPD Health Benefits Fund	-	-	-	-	(88,000)
TMFPD Vacation/Sick Fund	(75,000)	(75,000)	-	75,000	(75,000)
TMFPD Debt Service Fund	(254,110)	(254,110)	(161,705)	92,405	(170,789)
TMFPD Capital Projects Fund	(757,500)	(757,500)	(757,500)	-	(260,000)
Contingency	(250,000)	(250,000)	-	250,000	-
Total Other Financing Sources (Uses)	(1,336,610)	(1,336,610)	(917,368)	419,242	(285,567)
Net Change in Fund Balances	75,715	(120,785)	276,424	397,209	899,254
FUND BALANCE, JULY 1	2,714,587	2,911,087	3,297,218	386,131	2,397,964
FUND BALANCE, JUNE 30	\$ 2,790,302	\$ 2,790,302	\$ 3,573,642	\$ 783,340	\$ 3,297,218

WASHOE COUNTY
TRUCKEE MEADOWS FIRE PROTECTION DISTRICT STABILIZATION FUND
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2002
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2001)

	2002 BUDGETED AMOUNTS		2002		2001
	ORIGINAL	FINAL	ACTUAL	VARIANCE TO FINAL BUDGET	ACTUAL
REVENUES					
Taxes:					
Ad valorem	\$ -	\$ -	\$ 133	\$ 133	\$ 435
Miscellaneous:					
Investment earnings	25,000	25,000	17,230	(7,770)	23,656
Net increase (decrease) in the fair value of investments	-	-	2,125	2,125	10,176
Total Revenues	25,000	25,000	19,488	(5,512)	34,267
FUND BALANCE, JULY 1	383,900	383,900	389,767	5,867	355,500
FUND BALANCE, JUNE 30	\$ 408,900	\$ 408,900	\$ 409,255	\$ 355	\$ 389,767

WASHOE COUNTY
TRUCKEE MEADOWS FIRE PROTECTION DISTRICT VACATION AND SICK LEAVE ACCRUAL FUND
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2002
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2001)

	2002 BUDGETED AMOUNTS		2002		2001
	ORIGINAL	FINAL	ACTUAL	VARIANCE TO FINAL BUDGET	ACTUAL
REVENUES					
Miscellaneous:					
Investment earnings	\$ 45,000	\$ 45,000	\$ 25,522	\$ (19,478)	\$ 32,084
Net increase (decrease) in the fair value of investments	-	-	3,289	3,289	13,771
Total Revenues	45,000	45,000	28,811	(16,189)	45,855
EXPENDITURES					
Public Safety Function:					
Fire:					
Salaries and wages	100,000	100,000	16,774	83,226	28,856
Excess (Deficiency) of Revenues Over (Under) Expenditures	(55,000)	(55,000)	12,037	67,037	16,999
OTHER FINANCING SOURCES (USES)					
Transfers:					
TMFPD General Fund	75,000	75,000	-	(75,000)	75,000
Net Change in Fund Balances	20,000	20,000	12,037	(7,963)	91,999
FUND BALANCE, JULY 1	495,704	495,704	572,703	76,999	480,704
FUND BALANCE, JUNE 30	\$ 515,704	\$ 515,704	\$ 584,740	\$ 69,036	\$ 572,703

WASHOE COUNTY
TRUCKEE MEADOWS FIRE PROTECTION DISTRICT PRE-FUNDED RETIREE HEALTH BENEFITS FUND
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2002
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2001)

	2002 BUDGETED AMOUNTS		2002		2001
	ORIGINAL	FINAL	ACTUAL	VARIANCE TO FINAL BUDGET	ACTUAL
REVENUES					
Miscellaneous:					
Investment earnings	\$ 65,000	\$ 65,000	\$ 59,413	\$ (5,587)	\$ 68,072
Net increase (decrease) in the fair value of investments	-	-	7,454	7,454	29,208
Retiree contributions	225,000	225,000	225,000	-	225,000
Total Revenues	290,000	290,000	291,867	1,867	322,280
EXPENDITURES					
Public Safety Function:					
Fire:					
Retiree insurance premiums	30,000	30,000	23,900	6,100	-
Excess (Deficiency) of Revenues Over (Under) Expenditures	260,000	260,000	267,967	7,967	322,280
FUND BALANCE, JULY 1	1,291,256	1,291,256	1,343,536	52,280	1,021,256
FUND BALANCE, JUNE 30	\$ 1,551,256	\$ 1,551,256	\$ 1,611,503	\$ 60,247	\$ 1,343,536



Pyramid Lake

Photo by Valerie Clark Photography

DEBT SERVICE FUNDS

TO ACCOUNT FOR THE ACCUMULATION OF RESOURCES FOR, AND THE PAYMENT OF, GENERAL LONG-TERM DEBT PRINCIPAL AND INTEREST.

THE COUNTY MAINTAINS THE FOLLOWING DEBT SERVICE FUNDS:

Major Debt Service Fund:

SPECIAL ASSESSMENT DEBT SERVICE FUND

TO ACCOUNT FOR ASSESSMENTS, PENALTIES, INVESTMENT INCOME, AND OTHER RESOURCES TO RETIRE DEBT ISSUED FOR IMPROVEMENTS BENEFITING THOSE PROPERTIES AGAINST WHICH THE SPECIAL ASSESSMENTS ARE LEVIED:

DISTRICT 4 - SOUTH SUN VALLEY: A SEWER COLLECTION FACILITY

DISTRICT 8 - LAWTON/VERDI INTERCEPTOR - PHASE 1: A SEWER COLLECTION
INTERCEPTOR

DISTRICT 9 - SOUTHWEST TRUCKEE MEADOWS: STREET, SANITARY SEWER AND
WATER IMPROVEMENTS

DISTRICT 11 - SCARLETT/WEEMS: STREETS AND WATER MAINS

DISTRICT 18 - THOMAS CREEK: A WATER DISTRIBUTION SYSTEM

DISTRICT 21 - COLD SPRINGS: SEWER TREATMENT PLANT (INCLUDES BOND RESERVE FUND)

DISTRICT 25 - CALLE DE LA PLATA: ROAD PROJECT

DISTRICT 26 - MATTERHORN DRIVE: ROAD PROJECT

DISTRICT 27 - OSAGE ROAD/PLACERVILLE: ROAD PROJECT

DISTRICT 30 - ANTELOPE VALLEY ROAD: ROAD PROJECT

Non-Major Debt Service Funds:

DEBT SERVICE FUND

TO ACCOUNT FOR AD VALOREM TAXES SPECIFICALLY APPORTIONED AND APPROPRIATED FOR THE RETIREMENT OF AD VALOREM SUPPORTED DEBT PRINCIPAL AND INTEREST, AS WELL AS PAYMENT OF DEBT SUPPORTED BY OTHER LEGAL RESOURCES TRANSFERRED IN FROM VARIOUS FUNDS.

TRUCKEE MEADOWS FIRE PROTECTION DISTRICT ~ DEBT SERVICE FUND

A COMPONENT UNIT. TO ACCOUNT FOR THE ACCUMULATION OF RESOURCES FOR, AND PAYMENT OF, GENERAL LONG-TERM DEBT PRINCIPAL AND INTEREST.

WASHOE COUNTY
SPECIAL ASSESSMENT DEBT SERVICE FUND
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2002
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2001)

	2002 BUDGETED AMOUNTS		2002		2001
	ORIGINAL	FINAL	ACTUAL	VARIANCE TO FINAL BUDGET	ACTUAL
REVENUES					
Taxes:					
Special assessments	\$ 776,000	\$ 776,000	\$ 698,318	\$ (77,682)	\$ 1,833,598
Miscellaneous:					
Investment earnings	200,400	200,400	164,869	(35,531)	261,591
Net increase (decrease) in the fair value of investments	-	-	13,134	13,134	117,523
Assessment interest	274,230	274,230	150,934	(123,296)	277,707
Penalties	54,725	54,725	39,352	(15,373)	59,590
Total Revenues	1,305,355	1,305,355	1,066,607	(238,748)	2,550,009
EXPENDITURES					
Debt Service:					
Special Assessment Bonds:					
Principal	226,000	226,000	1,611,000	(1,385,000)	2,970,000
Interest	225,753	225,753	229,768	(4,015)	363,980
Debt service fees	31,430	31,430	28,763	2,667	42,038
Assessment refunds	8,850	8,850	280,453	(271,603)	665,969
Total Non-Ad Valorem Supported Debt	492,033	492,033	2,149,984	(1,657,951)	4,041,987
General Government Function:					
Services and supplies	34,375	34,375	37,396	(3,021)	35,400
Total Expenditures	526,408	526,408	2,187,380	(1,660,972)	4,077,387
Excess (Deficiency) of Revenues Over (Under) Expenditures	778,947	778,947	(1,120,773)	(1,899,720)	(1,527,378)
OTHER FINANCING SOURCES (USES)					
Transfers:					
SAD 21 Construction Fund	-	-	791,420	(791,420)	-
Net Change in Fund Balances	778,947	778,947	(329,353)	(1,108,300)	(1,527,378)
FUND BALANCE, JULY 1	1,701,453	1,701,453	1,866,167	164,714	3,393,545
FUND BALANCE, JUNE 30	\$ 2,480,400	\$ 2,480,400	\$ 1,536,814	\$ (943,586)	\$ 1,866,167

WASHOE COUNTY
NONMAJOR DEBT SERVICE FUNDS
COMBINING BALANCE SHEET
JUNE 30, 2002

	DEBT SERVICE FUND	TMFPD DEBT SERVICE FUND	TOTAL
ASSETS			
Cash and investments	\$ 8,804,468	\$ 21,430	\$ 8,825,898
Property taxes receivable	85,399	-	85,399
Interest receivable	32,700	138	32,838
	<u>8,922,567</u>	<u>21,568</u>	<u>8,944,135</u>
Total Assets	<u>\$ 8,922,567</u>	<u>\$ 21,568</u>	<u>\$ 8,944,135</u>
LIABILITIES			
Accounts payable	\$ 5,586	\$ -	\$ 5,586
Interest payable	27,571	-	27,571
Note payable	12,433	-	12,433
Deferred revenue	77,794	-	77,794
	<u>123,384</u>	<u>-</u>	<u>123,384</u>
Total Liabilities	<u>123,384</u>	<u>-</u>	<u>123,384</u>
FUND BALANCES			
Reserved for debt service	<u>8,799,183</u>	<u>21,568</u>	<u>8,820,751</u>
Total Liabilities/Fund Balances	<u>\$ 8,922,567</u>	<u>\$ 21,568</u>	<u>\$ 8,944,135</u>

**WASHOE COUNTY
NONMAJOR DEBT SERVICE FUNDS
COMBINING STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES
FOR THE YEAR ENDED JUNE 30, 2002**

	DEBT SERVICE FUND	TMFPD DEBT SERVICE FUND	TOTAL
REVENUES			
Taxes:			
Ad valorem	\$ 5,953,907	\$ -	\$ 5,953,907
Intergovernmental revenues	423,907	-	423,907
Miscellaneous	220,418	817	221,235
Total Revenues	6,598,232	817	6,599,049
EXPENDITURES			
Debt Service:			
Ad Valorem Supported Debt:			
Principal	2,910,000	115,000	3,025,000
Interest	3,283,978	46,610	3,330,588
Debt service fees	4,858	95	4,953
Total Ad Valorem Supported Debt	6,198,836	161,705	6,360,541
Non-Ad Valorem Supported Debt:			
Principal	5,063,071	-	5,063,071
Interest	3,966,439	-	3,966,439
Debt service fees	4,928	-	4,928
Total Non-Ad Valorem Supported Debt	9,034,438	-	9,034,438
Total Expenditures	15,233,274	161,705	15,394,979
Excess (Deficiency) of Revenues Over (Under) Expenditures	(8,635,042)	(160,888)	(8,795,930)
OTHER FINANCING SOURCES (USES)			
Transfers	11,665,501	161,705	11,827,206
Net Change in Fund Balances	3,030,459	817	3,031,276
FUND BALANCE, JULY 1	5,768,724	20,751	5,789,475
FUND BALANCE, JUNE 30	\$ 8,799,183	\$ 21,568	\$ 8,820,751

**WASHOE COUNTY
DEBT SERVICE FUND
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2002
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2001)**

	2002 BUDGETED AMOUNTS		2002		2001
	ORIGINAL	FINAL	ACTUAL	VARIANCE TO FINAL BUDGET	ACTUAL
REVENUES					
Taxes:					
Ad valorem	\$ 5,970,547	\$ 5,970,547	\$ 5,953,907	\$ (16,640)	\$ 4,924,233
Intergovernmental Revenues:					
TRWQSA bond payments	388,369	388,369	423,907	35,538	75,752
TMFPD	161,835	161,835	-	(161,835)	-
Miscellaneous:					
Investment earnings	-	-	208,132	208,132	50,953
Net increase (decrease) in the fair value of investments	-	-	10,916	10,916	-
Other	-	-	1,370	1,370	199
Total Revenues	6,520,751	6,520,751	6,598,232	77,481	5,051,137
EXPENDITURES					
Ad Valorem Supported Debt:					
General Obligation:					
Principal	2,910,000	2,910,000	2,910,000	-	2,305,000
Interest	3,331,829	3,331,829	3,283,978	47,851	2,237,933
Debt service fees	6,131	6,131	4,858	1,273	3,913
Total Ad Valorem Supported Debt	6,247,960	6,247,960	6,198,836	49,124	4,546,846
Non-Ad Valorem Supported Debt:					
Sales Tax Revenue Bonds:					
Principal	375,000	375,000	375,000	-	355,000
Interest	1,026,417	1,026,417	1,026,417	-	1,041,018
Debt service fees	1,000	1,000	500	500	813
	1,402,417	1,402,417	1,401,917	500	1,396,831
Medium-Term Financing:					
Principal	4,485,117	4,485,117	4,510,504	(25,387)	3,940,000
Interest	2,010,109	2,010,109	2,099,252	(89,143)	1,518,942
Debt service fees	4,675	4,675	4,358	317	2,810
	6,499,901	6,499,901	6,614,114	(114,213)	5,461,752
Capital Leases/Notes:					
Principal	25,343	25,343	177,567	(152,224)	24,002
Interest	803,279	803,279	840,770	(37,491)	365,170
Debt service fees	-	-	70	(70)	-
	828,622	828,622	1,018,407	(189,785)	389,172
Total Non-Ad Valorem Supported Debt	8,730,940	8,730,940	9,034,438	(303,498)	7,247,755
Total Expenditures	14,978,900	14,978,900	15,233,274	(254,374)	11,794,601
Excess (Deficiency) of Revenues Over (Under) Expenditures	(8,458,149)	(8,458,149)	(8,635,042)	(176,893)	(6,743,464)

(CONTINUED)

WASHOE COUNTY
DEBT SERVICE FUND
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2002
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2001)

	2002 BUDGETED AMOUNTS		2002		2001
	ORIGINAL	FINAL	ACTUAL	VARIANCE TO FINAL BUDGET	ACTUAL
OTHER FINANCING SOURCES (USES)					
Transfers:					
General Fund	\$ 1,915,264	\$ 1,915,264	\$ 2,145,038	\$ 229,774	\$ 1,670,489
Library Expansion Fund	639,248	639,248	639,617	369	641,442
Child Protective Services Fund	135,985	135,985	135,095	(890)	134,569
Capital Facilities Fund	3,285,299	3,285,299	3,286,423	1,124	2,808,136
Infrastructure Fund	2,201,415	2,201,415	5,459,328	3,257,913	1,756,379
Total Other Financing Sources (Uses)	8,177,211	8,177,211	11,665,501	3,488,290	7,011,015
Net Change in Fund Balances	(280,938)	(280,938)	3,030,459	3,311,397	267,551
FUND BALANCE, JULY 1	6,567,294	6,567,294	5,768,724	(798,570)	5,501,173
FUND BALANCE, JUNE 30	\$ 6,286,356	\$ 6,286,356	\$ 8,799,183	\$ 2,512,827	\$ 5,768,724

WASHOE COUNTY
TRUCKEE MEADOWS FIRE PROTECTION DISTRICT DEBT SERVICE FUND
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2002
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2001)

	2002 BUDGETED AMOUNTS		2002		2001
	ORIGINAL	FINAL	ACTUAL	VARIANCE TO FINAL BUDGET	ACTUAL
REVENUES					
Miscellaneous:					
Investment earnings	\$ 750	\$ 750	\$ 793	\$ 43	\$ 617
Net increase (decrease) in the fair value of investments	-	-	24	24	271
Total Revenues	750	750	817	67	888
EXPENDITURES					
Non-Ad Valorem Supported Debt:					
General Obligation Bonds:					
Principal	172,500	172,500	115,000	57,500	110,000
Interest	81,610	81,610	46,610	35,000	50,790
Debt service fees	-	-	95	(95)	199
Total Expenditures	254,110	254,110	161,705	92,405	160,989
Excess (Deficiency) of Revenues Over (Under) Expenditures	(253,360)	(253,360)	(160,888)	92,472	(160,101)
OTHER FINANCING SOURCES (USES)					
Transfers:					
TMFPD General Fund	254,110	254,110	161,705	(92,405)	170,789
Net Change in Fund Balances	750	750	817	67	10,688
FUND BALANCE, JULY 1	20,813	20,813	20,751	(62)	10,063
FUND BALANCE, JUNE 30	\$ 21,563	\$ 21,563	\$ 21,568	\$ 5	\$ 20,751

CAPITAL PROJECTS FUNDS

TO ACCOUNT FOR FINANCIAL RESOURCES TO BE USED FOR THE ACQUISITION OR CONSTRUCTION OF MAJOR CAPITAL FACILITIES (OTHER THAN THOSE FINANCED BY PROPRIETARY FUNDS). THE COUNTY MAINTAINS THE FOLLOWING CAPITAL PROJECTS FUNDS:

Major Capital Projects Funds:

PARK CONSTRUCTION TAX FUND

PRINCIPAL RESOURCES ARE DERIVED FROM RESIDENTIAL CONSTRUCTION TAXES AND RELATED INVESTMENT EARNINGS, WHICH ARE LEGALLY RESTRICTED TO THE IMPROVEMENT, EXPANSION AND ACQUISITION OF NEW AND EXISTING PARKS WITHIN SPECIFIED AREAS.

PUBLIC WORKS CONSTRUCTION FUND

PRINCIPAL RESOURCES ARE DERIVED FROM FINANCING PROCEEDS, TRANSFERS AND INVESTMENT EARNINGS, WHICH ARE APPLIED TO VARIOUS MAJOR CAPITAL PROJECTS.

INFRASTRUCTURE FUND

PRINCIPAL RESOURCES ARE DERIVED FROM .125% INFRASTRUCTURE SALES TAX. THE SALES TAX AND RELATED INVESTMENT EARNINGS ARE TO BE USED FOR VARIOUS FLOOD CONTROL AND PUBLIC SAFETY PROJECTS AND TO PAY PRINCIPAL AND INTEREST ON DEBT ISSUED FOR ELIGIBLE PROJECTS.

Non-Major Capital Projects Funds:

CAPITAL FACILITIES FUND

PRINCIPAL RESOURCES ARE DERIVED FROM CAPITAL FACILITIES AD VALOREM TAXES AND INVESTMENT EARNINGS. PROCEEDS ARE RESTRICTED FOR THE PURCHASE, RENOVATION AND REPAYMENT OF FINANCING OF CAPITAL ASSETS.

IMPACT FEE FUND

PRINCIPAL RESOURCES WERE DERIVED FROM VEHICLE TRIP FEES COLLECTED IN CONJUNCTION WITH BUILDING PERMITS ISSUED FOR NEW BUILDING DEVELOPMENTS. THE FEES AND INVESTMENT EARNINGS WERE TO BE USED FOR ROAD IMPROVEMENTS IN DISTRICTS FROM WHICH THEY WERE COLLECTED. UNCOMMITTED CASH AND INVESTMENTS WERE TRANSFERRED TO THE REGIONAL TRANSPORTATION COMMISSION IN FISCAL YEAR 1996/97 AND REMAINING FEES ARE EXPECTED TO BE FULLY EXPENDED IN 2001/02.

SPECIAL ASSESSMENT PROJECTS FUND

PRINCIPAL RESOURCES ARE DERIVED FROM FINANCING PROCEEDS, INTERFUND LOANS, INVESTMENT EARNINGS AND SPECIAL ASSESSMENTS, TO CONSTRUCT IMPROVEMENTS WHICH BENEFIT THESE SPECIFIC ASSESSMENT DISTRICTS:

DISTRICT 15 - LAWTON/VERDI PHASE II: SEWER COLLECTION INTERCEPTOR.

DISTRICT 21 - COLD SPRINGS: SEWER PROJECT.

DISTRICT 23 - SOUTHWEST POINTE: STREET, UTILITY AND WATER SYSTEMS

DISTRICT 27 - OSAGE ROAD/PLACERVILLE: ROAD PROJECT

DISTRICT 30 - ANTELOPE VALLEY ROAD

EXTRAORDINARY MAINTENANCE FUND

PRINCIPAL RESOURCES ARE DERIVED FROM ONE HALF OF ONE PERCENT OF CAPITAL PROJECT RELATED BOND PROCEEDS IN ACCORDANCE WITH NRS 354.6105. PROCEEDS ARE RESTRICTED FOR EXTRAORDINARY MAINTENANCE, REPAIR OR REPLACEMENT OF THE RELATED CAPITAL PROJECT.

STORMWATER IMPACT FEE FUND

PRINCIPLE RESOURCES ARE IMPACT FEES LEVIED ON RESIDENTIAL AND COMMERCIAL DEVELOPERS. THE FEES AND INVESTMENT EARNINGS ARE USED FOR CONSTRUCTION OF STORMWATER DETENTION AND DRAINAGE FACILITIES.

ALTURAS POWER MITIGATION FUND

TO ACCOUNT FOR COLLECTION AND PAYMENT OF MITIGATION PROJECTS INCURRED RELATIVE TO THE POWER LINE PROJECT.

TRUCKEE MEADOWS FIRE PROTECTION DISTRICT ~ CONSTRUCTION/EQUIPMENT ACQUISITION FUND

A COMPONENT UNIT. PRINCIPAL RESOURCES ARE DERIVED FROM AD VALOREM TAXES AND ARE USED FOR THE ACQUISITION OR CONSTRUCTION OF FIRE EQUIPMENT AND FACILITIES.

TRUCKEE MEADOWS FIRE PROTECTION DISTRICT ~ EXTRAORDINARY MAINTENANCE FUND

A COMPONENT UNIT. PRINCIPAL RESOURCES ARE DERIVED FROM ONE HALF OF ONE PERCENT OF CAPITAL PROJECT RELATED BOND PROCEEDS IN ACCORDANCE WITH NRS 354.6105. PROCEEDS ARE RESTRICTED FOR EXTRAORDINARY MAINTENANCE, REPAIR OR REPLACEMENT OF THE RELATED CAPITAL PROJECT.

**WASHOE COUNTY
PARK CONSTRUCTION TAX FUND
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2002
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2001)**

	2002 BUDGETED AMOUNTS		2002		2001
	ORIGINAL	FINAL	ACTUAL	VARIANCE TO FINAL BUDGET	ACTUAL
REVENUES					
Taxes:					
Residential construction tax	\$ 466,500	\$ 466,500	\$ 1,249,718	\$ 783,218	\$ 1,122,885
Intergovernmental Revenues:					
Federal grants	109,497	133,986	136,928	2,942	10,207
Miscellaneous:					
Investment earnings	803,122	695,622	620,782	(74,840)	471,531
Net increase (decrease) in the fair value of investments	-	-	33,041	33,041	162,194
Contributions and donations	64,148	-	96,061	96,061	138,439
Other	-	-	3,061	3,061	1,220
Total Revenues	1,443,267	1,296,108	2,139,591	843,483	1,906,476
EXPENDITURES					
Intergovernmental	-	12,254	5,571	6,683	4,007,029
Capital Outlay:					
Culture and Recreation Function:					
District one	1,335,500	1,310,296	1,018,959	291,337	17,315
District two	1,151,720	1,151,720	923,674	228,046	1,006,332
District three	598,198	598,198	520,604	77,594	127,876
District four	200,000	225,204	225,203	1	-
Special projects	568,264	133,981	128,981	5,000	131,292
Bond projects	14,681,334	14,693,569	1,144,335	13,549,234	41,825
Debt Service:					
Bond issuance costs	-	-	-	-	227,204
Total Expenditures	18,535,016	18,125,222	3,967,327	14,157,895	5,558,873
Excess (Deficiency) of Revenues Over (Under) Expenditures	(17,091,749)	(16,829,114)	(1,827,736)	15,001,378	(3,652,397)
OTHER FINANCING SOURCES (USES)					
Park/Library bonds issued	-	-	-	-	18,464,025
Bond premium	-	-	-	-	221,006
Transfers:					
Extraordinary Maintenance Fund	-	-	-	-	(92,320)
Total Other Financing Sources (Uses)	-	-	-	-	18,592,711
Net Change in Fund Balances	(17,091,749)	(16,829,114)	(1,827,736)	15,001,378	14,940,314
FUND BALANCE, JULY 1	20,074,939	19,812,304	20,776,166	963,862	5,835,852
FUND BALANCE, JUNE 30	\$ 2,983,190	\$ 2,983,190	\$ 18,948,430	\$ 15,965,240	\$ 20,776,166

WASHOE COUNTY
PUBLIC WORKS CONSTRUCTION FUND
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2002
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2001)

	2002 BUDGETED AMOUNTS		2002		2001
	ORIGINAL	FINAL	ACTUAL	VARIANCE TO FINAL BUDGET	ACTUAL
REVENUES					
Intergovernmental Revenues:					
Federal grants	\$ -	\$ -	\$ -	\$ -	332,052
State and local grants	3,150,284	5,450,284	5,062,914	(387,370)	3,350
Charges for services	-	-	11,813	11,813	60,356
Miscellaneous:					
Investment earnings	407,533	407,533	967,873	560,340	1,418,527
Net increase (decrease) in the fair value of investments	-	-	37,911	37,911	336,700
Other	-	-	-	-	124,413
Total Revenues	3,557,817	5,857,817	6,080,511	222,694	2,275,398
EXPENDITURES					
Capital Outlay:					
General Government Function:					
Buildings and grounds	154,455	146,392	104,836	41,556	250,226
Computers and communications	1,603,112	1,605,362	205,385	1,399,977	2,252,185
Integrated financial system	2,902,123	2,354,431	193,128	2,161,303	77,532
Energy conservation retrofit	967,989	979,480	979,480	-	791,990
Other	689,392	646,143	190,359	455,784	7,812
Total General Government Function	6,317,071	5,731,808	1,673,188	4,058,620	3,379,745
Judicial Function:					
Court facilities	1,938,625	3,782,316	593,825	3,188,491	456,837
Public Safety Function:					
Regional radio dispatch system	6,255,872	6,255,872	352,361	5,903,511	3,702,691
Jan Evans Juvenile Justice Center	24,497,053	24,497,053	2,805,285	21,691,768	464,565
Corrections-other	3,346,945	3,338,809	1,761,805	1,577,004	2,058,368
Total Public Safety Function	34,099,870	34,091,734	4,919,451	29,172,283	6,225,624
Public Works Function:					
Road projects	11,233	11,233	10,905	328	-
Road facilities	3,602,354	3,639,925	632,288	3,007,637	336,161
Total Public Works Function	3,613,587	3,651,158	643,193	3,007,965	336,161
Health and Sanitation Function:					
Health Clinic management system	90,000	90,000	-	90,000	-
Welfare Function:					
Social services facilities	773,400	696,844	298,587	398,257	732

(CONTINUED)

**WASHOE COUNTY
PUBLIC WORKS CONSTRUCTION FUND
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2002
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2001)**

	2002 BUDGETED AMOUNTS		2002		2001
	ORIGINAL	FINAL	ACTUAL	VARIANCE TO FINAL BUDGET	ACTUAL
Culture and Recreation Function:					
Park improvements	\$ 1,031,905	\$ 1,195,537	\$ 271,854	\$ 923,683	\$ 791,995
Library bond projects	4,335,764	4,035,764	672,764	3,363,000	73,110
Other library projects	430,969	730,969	85,378	645,591	57,329
Total Culture and Recreation Function	5,798,638	5,962,270	1,029,996	4,932,274	922,434
Debt Service:					
Bond issuance costs	-	274,544	251,972	22,572	53,173
Total Expenditures	52,631,191	54,280,674	9,410,212	44,870,462	11,374,706
Excess (Deficiency) of Revenues Over (Under) Expenditures	(49,073,374)	(48,422,857)	(3,329,701)	45,093,156	(9,099,308)
OTHER FINANCING SOURCES (USES)					
Parks/Library bonds issued	-	-	-	-	4,320,975
Building bonds issued	16,507,700	16,620,000	16,620,000	-	-
Bond premium	-	162,244	162,244	-	51,719
Proceeds from asset disposition	4,600,000	4,600,000	-	(4,600,000)	-
Transfers:					
General Fund	3,956,652	3,956,652	3,325,960	(630,692)	7,107,101
Water Resources Fund	-	163,632	-	(163,632)	250,000
General Fund	-	(532,865)	(532,865)	-	(6,646)
Library Expansion Fund	-	-	-	-	(651,527)
Accrued Benefits Fund	-	(62,692)	-	62,692	-
Extraordinary Maintenance Fund	-	-	-	-	(21,604)
Risk Management Fund	-	(485,000)	-	485,000	-
Total Other Financing Sources (Uses)	25,064,352	24,421,971	19,575,339	(4,846,632)	11,050,018
Net Change in Fund Balances	(24,009,022)	(24,000,886)	16,245,638	40,246,524	1,950,710
FUND BALANCE, JULY 1,	24,118,277	24,110,141	24,449,583	339,442	22,498,873
FUND BALANCE, JUNE 30	\$ 109,255	\$ 109,255	\$ 40,695,221	\$ 40,585,966	\$ 24,449,583

**WASHOE COUNTY
INFRASTRUCTURE FUND
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2002
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2001)**

	2002 BUDGETED AMOUNTS		2002		2001
	ORIGINAL	FINAL	ACTUAL	VARIANCE TO FINAL BUDGET	ACTUAL
REVENUES					
Intergovernmental Revenues:					
Federal grants	\$ -	\$ 16,670	\$ 16,670	\$ -	\$ -
Infrastructure sales tax - NRS 377B.100	6,358,791	6,358,791	6,485,764	126,973	6,366,727
Miscellaneous:					
Investment earnings	942,057	942,057	1,064,719	122,662	2,337,054
Net increase (decrease) in the fair value of investments	-	-	64,935	64,935	245,981
Total Revenues	7,300,848	7,317,518	7,632,088	314,570	8,949,762
EXPENDITURES					
Capital Outlay:					
Public Safety Function:					
Regional dispatch center	6,649,472	6,649,472	1,531,777	5,117,695	397,797
Regional training complex	9,113,865	9,113,865	9,209,643	(95,778)	6,992,917
Total Public Safety Function	15,763,337	15,763,337	10,741,420	5,021,917	7,390,714
Health and Sanitation Function:					
Truckee River flood control	15,708,444	15,725,114	622,753	15,102,361	752,040
Debt Service:					
Bond issuance costs	-	-	-	-	444,267
Total Expenditures	31,471,781	31,488,451	11,364,173	20,124,278	8,587,021
Excess (Deficiency) of Revenues Over (Under) Expenditures	(24,170,933)	(24,170,933)	(3,732,085)	20,438,848	362,741
OTHER FINANCING SOURCES (USES)					
Certificates of participation issued	-	-	-	-	16,950,000
Discount on certificates issued	-	-	-	-	(15,235)
Transfers:					
Debt Service Fund	(2,201,415)	(2,201,415)	(5,459,328)	(3,257,913)	(1,756,379)
Total Other Financing Sources (Uses)	(2,201,415)	(2,201,415)	(5,459,328)	(3,257,913)	15,178,386
Net Change in Fund Balances	(26,372,348)	(26,372,348)	(9,191,413)	17,180,935	15,541,127
FUND BALANCE, JULY 1	41,145,262	41,145,262	41,851,804	706,542	26,310,677
FUND BALANCE, JUNE 30	\$ 14,772,914	\$ 14,772,914	\$ 32,660,391	\$ 17,887,477	\$ 41,851,804

**WASHOE COUNTY
NONMAJOR CAPITAL PROJECTS FUNDS
COMBINING BALANCE SHEET
JUNE 30, 2002**

	CAPITAL FACILITIES FUND	IMPACT FEE FUND	SPECIAL ASSESSMENT PROJECTS FUND	EXTRAORDINARY MAINTENANCE FUND
ASSETS				
Cash and investments	\$ 606,005	\$ 17,520	\$ 213,328	\$ 689,668
Property taxes receivable	66,078	-	-	-
Interest receivable	2,931	120	2,805	3,951
Total Assets	<u>\$ 675,014</u>	<u>\$ 17,640</u>	<u>\$ 216,133</u>	<u>\$ 693,619</u>
LIABILITIES				
Accounts payable	\$ -	\$ -	\$ -	\$ -
Contracts/retention payable	476	-	86,129	-
Due to other governments	61,394	-	-	-
Deposits	-	-	38,557	-
Deferred revenue	60,182	-	-	-
Total Liabilities	<u>122,052</u>	<u>-</u>	<u>124,686</u>	<u>-</u>
FUND BALANCES				
Reserved for:				
Encumbrances	-	-	-	-
Projects	-	-	-	-
Unreserved:				
Designated/future years expenditures	552,962	17,640	91,447	693,619
Undesignated	-	-	-	-
Total Fund Balances	<u>552,962</u>	<u>17,640</u>	<u>91,447</u>	<u>693,619</u>
Total Liabilities/Fund Balances	<u>\$ 675,014</u>	<u>\$ 17,640</u>	<u>\$ 216,133</u>	<u>\$ 693,619</u>

STORMWATER IMPACT FEE FUND	ALTURAS POWER MITIGATION FUND	TMFPD CONSTRUCTION FUND	TOTAL
\$ 183,091	\$ 2,405,587	\$ 1,710,648	\$ 5,825,847
-	-	1,675	67,753
1,177	15,529	8,385	34,898
<u>\$ 184,268</u>	<u>\$ 2,421,116</u>	<u>\$ 1,720,708</u>	<u>\$ 5,928,498</u>

\$ -	\$ 9,924	\$ 1,279	\$ 11,203
-	-	-	86,605
-	-	-	61,394
-	-	-	38,557
-	-	61,528	121,710
<u>-</u>	<u>9,924</u>	<u>62,807</u>	<u>319,469</u>

-	56,689	26,216	82,905
-	-	69,812	69,812
184,268	2,354,503	1,134,585	5,029,024
-	-	427,288	427,288
<u>184,268</u>	<u>2,411,192</u>	<u>1,657,901</u>	<u>5,609,029</u>
<u>\$ 184,268</u>	<u>\$ 2,421,116</u>	<u>\$ 1,720,708</u>	<u>\$ 5,928,498</u>

WASHOE COUNTY
NONMAJOR CAPITAL PROJECTS FUNDS
COMBINING STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES
FOR THE YEAR ENDED JUNE 30, 2002

	CAPITAL FACILITIES FUND	IMPACT FEE FUND	SPECIAL ASSESSMENT PROJECTS FUND	EXTRAORDINARY MAINTENANCE FUND
REVENUES				
Taxes:				
Ad valorem	\$ 4,477,778	\$ -	\$ -	\$ -
Charges for Services	231,998	-	-	-
Miscellaneous	63,230	1,100	40,764	29,162
Total Revenues	4,773,006	1,100	40,764	29,162
EXPENDITURES				
Intergovernmental	1,230,555	-	-	-
Capital Outlay:				
Judicial	1,417,219	-	-	-
Public safety	-	-	-	-
Public works	-	10,506	1,312,896	-
Health and sanitation	-	-	338,183	-
Culture and recreation	-	-	-	-
Debt Service:				
Bond issuance costs	-	-	19,316	-
Total Expenditures	2,647,774	10,506	1,670,395	-
Excess (Deficiency) of Revenues Over (Under) Expenditures	2,125,232	(9,406)	(1,629,631)	29,162
OTHER FINANCING SOURCES (USES)				
Bonds issued	-	-	1,327,290	-
Bond premium	-	-	14,177	-
Transfers in	-	-	-	-
Transfers out	(3,286,423)	-	(791,420)	-
Total Other Financing Sources (Uses)	(3,286,423)	-	550,047	-
Net Change in Fund Balances	(1,161,191)	(9,406)	(1,079,584)	29,162
FUND BALANCE, JULY 1	1,714,153	27,046	1,171,031	664,457
FUND BALANCE, JUNE 30	\$ 552,962	\$ 17,640	\$ 91,447	\$ 693,619

STORMWATER IMPACT FEE FUND	ALTURAS POWER MITIGATION FUND	TMFPD CONSTRUCTION FUND	TMFPD EXTRAORDINARY MAINTENANCE FUND	TOTAL
\$ -	\$ -	\$ 6,813	\$ -	\$ 4,484,591
-	-	-	-	231,998
8,716	605,658	58,166	1,029	807,825
8,716	605,658	64,979	1,029	5,524,414
-	-	-	-	1,230,555
-	-	-	-	1,417,219
-	9,200	131,180	-	140,380
-	-	-	-	1,323,402
-	-	-	-	338,183
-	103,153	-	-	103,153
-	-	-	-	19,316
-	112,353	131,180	-	4,572,208
8,716	493,305	(66,201)	1,029	952,206
-	-	-	-	1,327,290
-	-	-	-	14,177
-	-	779,238	-	779,238
-	-	-	(21,738)	(4,099,581)
-	-	779,238	(21,738)	(1,978,876)
8,716	493,305	713,037	(20,709)	(1,026,670)
175,552	1,917,887	944,864	20,709	6,635,699
\$ 184,268	\$ 2,411,192	\$ 1,657,901	\$ -	\$ 5,609,029

**WASHOE COUNTY
CAPITAL FACILITIES FUND
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2002
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2001)**

	2002 BUDGETED AMOUNTS		2002		2001
	ORIGINAL	FINAL	ACTUAL	VARIANCE TO FINAL BUDGET	ACTUAL
REVENUES					
Taxes:					
Ad valorem	\$ 4,581,849	\$ 4,581,849	\$ 4,477,778	\$ (104,071)	\$ 4,315,479
Charges for services	400,000	400,000	231,998	(168,002)	189,230
Miscellaneous:					
Investment earnings	75,000	75,000	44,188	(30,812)	118,912
Net increase (decrease) in the fair value of investments	-	-	19,042	19,042	47,565
Total Revenues	5,056,849	5,056,849	4,773,006	(283,843)	4,671,186
EXPENDITURES					
Intergovernmental:					
Reno/Sparks apportionment	1,256,487	1,256,487	1,230,555	25,932	1,185,688
Capital Outlay:					
Judicial Function:					
Court facilities	1,837,741	1,837,741	1,417,219	420,522	13,891,874
Debt Service:					
Bond issuance costs	-	-	-	-	118,873
Total Expenditures	3,094,228	3,094,228	2,647,774	446,454	15,196,435
Excess (Deficiency) of Revenues Over (Under) Expenditures	1,962,621	1,962,621	2,125,232	162,611	(10,525,249)
OTHER FINANCING SOURCES (USES)					
Property Acquisition bonds issued	-	-	-	-	14,000,000
Transfers:					
General Fund	-	-	-	-	179,000
Debt Service Fund	(3,285,299)	(3,285,299)	(3,286,423)	(1,124)	(2,808,136)
Extraordinary Maintenance Fund	-	-	-	-	(70,000)
Total Other Financing Sources (Uses)	(3,285,299)	(3,285,299)	(3,286,423)	(1,124)	11,300,864
Net Change in Fund Balances	(1,322,678)	(1,322,678)	(1,161,191)	161,487	775,615
FUND BALANCE, JULY 1	1,542,333	1,542,333	1,714,153	171,820	938,538
FUND BALANCE, JUNE 30	\$ 219,655	\$ 219,655	\$ 552,962	\$ 333,307	\$ 1,714,153

WASHOE COUNTY
IMPACT FEE FUND
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2002
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2001)

	2002 BUDGETED AMOUNTS		2002		2001
	ORIGINAL	FINAL	ACTUAL	VARIANCE TO FINAL BUDGET	ACTUAL
REVENUES					
Miscellaneous:					
Investment earnings	\$ 1,000	\$ 1,000	\$ 999	\$ (1)	\$ 2,709
Net increase (decrease) in the fair value of investments	-	-	101	101	1,127
Total Revenues	1,000	1,000	1,100	100	3,836
EXPENDITURES					
Capital Outlay:					
Public Works Function:					
Road projects	29,050	29,050	10,506	18,544	2,340
Excess (Deficiency) of Revenues Over (Under) Expenditures	(28,050)	(28,050)	(9,406)	18,644	1,496
FUND BALANCE, JULY 1	28,050	28,050	27,046	(1,004)	25,550
FUND BALANCE, JUNE 30	\$ -	\$ -	\$ 17,640	\$ 17,640	\$ 27,046

WASHOE COUNTY
SPECIAL ASSESSMENT PROJECTS FUND
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2002
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2001)

	2002 BUDGETED AMOUNTS		2002		2001
	ORIGINAL	FINAL	ACTUAL	VARIANCE TO FINAL BUDGET	ACTUAL
REVENUES					
Miscellaneous:					
Investment earnings	\$ 54,500	\$ 54,500	\$ 30,651	\$ (23,849)	\$ 74,984
Net increase (decrease) in the fair value of investments	-	-	9,513	9,513	32,607
Contributions and donations	-	-	-	-	11,443
Other	-	-	600	600	-
Total Revenues	54,500	54,500	40,764	(13,736)	119,034
EXPENDITURES					
Capital Outlay:					
Public Works Function:					
SAD 27 - Osage/Placerville Road	55,500	55,500	-	55,500	300
SAD 30 - Antelope Valley Road	-	1,314,602	1,312,896	1,706	-
Total Public Works Function	55,500	1,370,102	1,312,896	57,206	300
Health and Sanitation Function:					
SAD 15 - Lawton/Verdi, Phase II	42,670	42,670	-	42,670	11,443
SAD 21 - Cold Springs Sewer	600,000	600,000	92,875	507,125	25,021
SAD 23 - Southwest Pointe	243,675	243,675	245,308	(1,633)	5,261
Total Health and Sanitation Function	886,345	886,345	338,183	548,162	41,725
Debt Service:					
Bond issuance costs	-	26,865	19,316	7,549	-
Total Expenditures	941,845	2,283,312	1,670,395	605,368	42,025
Excess (Deficiency) of Revenues Over (Under) Expenditures	(887,345)	(2,228,812)	(1,629,631)	599,181	77,009
OTHER FINANCING SOURCES (USES)					
Special assessment bonds issued	-	1,327,290	1,327,290	-	-
Bond premium	-	14,177	14,177	-	-
Transfers:					
Special Assessment Debt Service Fund	-	-	(791,420)	(791,420)	-
Total Other Financing Sources (Uses)	-	1,341,467	550,047	(791,420)	-
Net Change in Fund Balances	(887,345)	(887,345)	(1,079,584)	(192,239)	77,009
FUND BALANCE, JULY 1	908,768	908,768	1,171,031	262,263	1,094,022
FUND BALANCE, JUNE 30	\$ 21,423	\$ 21,423	\$ 91,447	\$ 70,024	\$ 1,171,031

**WASHOE COUNTY
EXTRAORDINARY MAINTENANCE FUND
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2002
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2001)**

	2002 BUDGETED AMOUNTS		2002		2001
	ORIGINAL	FINAL	ACTUAL	VARIANCE TO FINAL BUDGET	ACTUAL
REVENUES					
Miscellaneous:					
Investment earnings	\$ 24,605	\$ 24,605	\$ 25,951	\$ 1,346	\$ 28,556
Net increase (decrease) in the fair value of investments	-	-	3,211	3,211	11,852
Total Revenues	24,605	24,605	29,162	4,557	40,408
EXPENDITURES					
Capital outlay:					
General government function	61,802	61,802	-	61,802	-
Judicial function	80,546	80,546	-	80,546	-
Public safety function	270,735	270,735	-	270,735	-
Public works function	12,033	12,033	-	12,033	-
Health and sanitation function	49,892	49,892	-	49,892	-
Welfare function	3,363	3,363	-	3,363	-
Culture and recreation function	176,795	176,795	-	176,795	-
Total Expenditures	655,166	655,166	-	655,166	-
Excess (Deficiency) of Revenues Over (Under) Expenditures	(630,561)	(630,561)	29,162	659,723	40,408
OTHER FINANCING SOURCES (USES)					
Transfers:					
Park Construction Tax Fund	-	-	-	-	92,320
Public Works Construction Fund	-	-	-	-	21,604
Capital Facilities Fund	-	-	-	-	70,000
Total Other Financing Sources (Uses)	-	-	-	-	113,924
Net Change in Fund Balances	(630,561)	(630,561)	29,162	659,723	154,332
FUND BALANCE, JULY 1	735,200	735,200	664,457	(70,743)	440,125
FUND BALANCE, JUNE 30	\$ 104,639	\$ 104,639	\$ 693,619	\$ 588,980	\$ 594,457

WASHOE COUNTY
STORMWATER IMPACT FEE FUND
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2002
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2001)

	2002 BUDGETED AMOUNTS		2002		2001
	ORIGINAL	FINAL	ACTUAL	VARIANCE TO FINAL BUDGET	ACTUAL
REVENUES					
Charges for Services:					
Impact fees	\$ 100,000	\$ 100,000	\$ -	\$ (100,000)	\$ -
Miscellaneous:					
Investment earnings	8,000	8,000	7,759	(241)	10,695
Net increase (decrease) in the fair value of investments	-	-	957	957	4,595
Total Revenues	108,000	108,000	8,716	(99,284)	15,290
EXPENDITURES					
Capital Outlay:					
Health and Sanitation Function:					
Southeast Truckee Meadows	200,000	200,000	-	200,000	-
Excess (Deficiency) of Revenues Over (Under) Expenditures	(92,000)	(92,000)	8,716	100,716	15,290
FUND BALANCE, JULY 1	196,262	196,262	175,552	(20,710)	160,262
FUND BALANCE, JUNE 30	\$ 104,262	\$ 104,262	\$ 184,268	\$ 80,006	\$ 175,552

WASHOE COUNTY
ALTURAS POWER MITIGATION FUND
SCHEDULE OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2002
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2001)

	2002 BUDGETED AMOUNTS		2002		2001
	ORIGINAL	FINAL	ACTUAL	VARIANCE TO FINAL BUDGET	ACTUAL
REVENUES					
Miscellaneous:					
Investment earnings	\$ 70,000	\$ 70,000	\$ 91,690	\$ 21,690	\$ 124,705
Net increase (decrease) in the fair value of investments	-	-	13,968	13,968	53,338
Contributions and donations	500,000	500,000	500,000	-	500,000
Total Revenues	570,000	570,000	605,658	35,658	678,043
EXPENDITURES					
Capital Outlay:					
General government function	256,950	256,950	-	256,950	-
Public safety function	490,000	490,000	9,200	(480,800)	75,060
Public works function	120,000	120,000	-	120,000	-
Health and sanitation function	100,000	100,000	-	100,000	98,250
Culture and recreation function	1,295,025	1,295,025	103,153	1,191,872	575,816
Total Expenditures	2,261,975	2,261,975	112,353	2,149,622	749,126
Excess (Deficiency) of Revenues Over (Under) Expenditures	(1,691,975)	(1,691,975)	493,305	2,185,280	(71,083)
FUND BALANCE, JULY 1	1,912,235	1,912,235	1,917,887	5,652	1,988,970
FUND BALANCE, JUNE 30	\$ 220,260	\$ 220,260	\$ 2,411,192	\$ 2,190,932	\$ 1,917,887

WASHOE COUNTY
TRUCKEE MEADOWS FIRE PROTECTION DISTRICT CONSTRUCTION FUND
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2002
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2001)

	2002 BUDGETED AMOUNTS		2002		2001
	ORIGINAL	FINAL	ACTUAL	VARIANCE TO FINAL BUDGET	ACTUAL
REVENUES					
Taxes:					
Ad valorem	\$ -	\$ -	\$ 6,813	\$ 6,813	\$ 400,805
Miscellaneous:					
Investment earnings	50,000	50,000	48,987	(1,013)	46,998
Net increase (decrease) in the fair value of investments	-	-	4,529	4,529	18,377
Reimbursements	-	-	4,650	4,650	18,630
Total Revenues	50,000	50,000	64,979	14,979	484,810
EXPENDITURES					
Capital Outlay:					
Public safety function	2,857,000	3,269,188	131,180	3,138,008	331,082
Debt Service:					
Bond issuance costs	15,000	15,000	-	15,000	-
Total Expenditures	2,872,000	3,284,188	131,180	3,153,008	331,082
Excess (Deficiency) of Revenues Over (Under) Expenditures	(2,822,000)	(3,234,188)	(66,201)	3,167,987	153,728
OTHER FINANCING SOURCES (USES)					
Bonds issued	2,000,000	2,000,000	-	(2,000,000)	-
Transfers:					
TMFPD General Fund	757,500	757,500	757,500	-	260,000
TMFPD Extraordinary Maintenance Fund	-	-	21,738	21,738	-
Contingency	(80,000)	(80,000)	-	80,000	-
Total Other Financing Sources (Uses)	2,677,500	2,677,500	779,238	(1,898,262)	260,000
Net Change in Fund Balances	(144,500)	(556,688)	713,037	1,269,725	413,728
FUND BALANCE, JULY 1	515,679	927,867	944,864	16,997	531,136
FUND BALANCE, JUNE 30	\$ 371,179	\$ 371,179	\$ 1,657,901	\$ 1,286,722	\$ 944,864

WASHOE COUNTY
TRUCKEE MEADOWS FIRE PROTECTION DISTRICT EXTRAORDINARY MAINTENANCE FUND
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2002
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2001)

	2002 BUDGETED AMOUNTS		2002		2001
	ORIGINAL	FINAL	ACTUAL	VARIANCE TO FINAL BUDGET	ACTUAL
REVENUES					
Miscellaneous:					
Investment earnings	\$ 1,500	\$ 1,500	\$ 915	\$ (585)	\$ 1,258
Net increase (decrease) in the fair value of investments	-	-	114	114	542
Total Revenues	1,500	1,500	1,029	(471)	1,800
EXPENDITURES					
Public Safety Function:					
Fire:					
Extraordinary repairs	10,000	10,000	-	10,000	-
Excess (Deficiency) of Revenues Over (Under) Expenditures	(8,500)	(8,500)	1,029	9,529	1,800
OTHER FINANCING SOURCES (USES)					
Transfers out	-	-	(21,738)	(21,738)	-
Net Change in Fund Balances	(8,500)	(8,500)	(20,709)	(12,209)	1,800
FUND BALANCE, JULY 1	10,409	10,409	20,709	10,300	18,909
FUND BALANCE, JUNE 30	\$ 1,909	\$ 1,909	\$ -	\$ (1,909)	\$ 20,709

ENTERPRISE FUNDS

TO ACCOUNT FOR OPERATIONS (a) THAT ARE FINANCED AND OPERATED IN A MANNER SIMILAR TO PRIVATE BUSINESS ENTERPRISES--WHERE THE INTENT OF THE GOVERNING BODY IS THAT COSTS (EXPENSES, INCLUDING DEPRECIATION) OF PROVIDING GOODS OR SERVICES TO THE GENERAL PUBLIC ON A CONTINUING BASIS BE FINANCED OR RECOVERED PRIMARILY THROUGH USER CHARGES; OR (b) WHERE THE GOVERNING BODY HAS DECIDED THAT PERIODIC DETERMINATION OF REVENUES EARNED, EXPENSES INCURRED, AND/OR NET INCOME IS APPROPRIATE FOR CAPITAL MAINTENANCE, PUBLIC POLICY, MANAGEMENT CONTROL, ACCOUNTABILITY, OR OTHER PURPOSES.

THE COUNTY MAINTAINS THE FOLLOWING ENTERPRISE FUNDS:

Major Enterprise Funds:

WATER RESOURCES FUND

ESTABLISHED ON APRIL 1, 1983, THE FUND ACCOUNTS FOR WATER PLANNING, REMEDIATION, FLOOD CONTROL AND OPERATIONS OF COUNTY-OWNED OR OPERATED WATER AND SEWER SYSTEMS, INCLUDING THE RELATED FIXED ASSETS AND DEPRECIATION.

GOLF COURSE FUND

ESTABLISHED ON JULY 1, 1982, THE FUND ACCOUNTS FOR OPERATIONS OF TWO COUNTY GOLF COURSES - WASHOE AND SIERRA SAGE, AND THE WASHOE GOLF RESTAURANT, INCLUDING RELATED FIXED ASSETS AND DEPRECIATION.

SOUTH TRUCKEE MEADOWS GENERAL IMPROVEMENT DISTRICT

A COMPONENT UNIT. ESTABLISHED IN 1981, THE FUND ACCOUNTS FOR OPERATIONS OF THE DISTRICT WATER SERVICES, INCLUDING RELATED FIXED ASSETS AND DEPRECIATION.

Nonmajor Enterprise Funds:

TOXICOLOGY FUND

TOXICOLOGY OPERATIONS WERE TRANSFERRED TO THE GENERAL FUND EFFECTIVE JULY 1, 2001.

BUILDING AND SAFETY FUND

ESTABLISHED ON JULY 1, 2001, THE FUND ACCOUNTS FOR ISSUANCE OF BUILDING PERMITS AND OTHER FEES DIRECTLY RELATED TO BUILDING AND DEVELOPMENT IN THE COUNTY, INCLUDING RELATED FIXED ASSETS AND DEPRECIATION.

WASHOE COUNTY
WATER RESOURCES FUND
SCHEDULE OF REVENUES, EXPENSES AND
CHANGES IN NET ASSETS - BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2002
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2001)

	2002 BUDGETED AMOUNTS		2002		2001
	ORIGINAL	FINAL	ACTUAL	VARIANCE TO FINAL BUDGET	ACTUAL
OPERATING REVENUES					
Charges for Services:					
Water charges - regular	\$ 6,202,271	\$ 6,202,271	\$ 6,139,701	\$ (62,570)	\$ 4,482,477
Water charges - STMGID	1,083,152	1,083,152	933,670	(149,482)	879,292
Sewer charges	3,505,100	3,505,100	3,437,282	(67,818)	2,959,092
Remediation fees	1,902,847	1,902,847	1,887,295	(15,552)	1,875,362
Water surcharge fees	1,000,000	1,000,000	960,037	(39,963)	936,799
Services to other funds	80,877	80,877	11,887	(68,990)	37,295
Inspection	367,650	367,650	266,370	(101,280)	365,094
Developer design fees	-	-	170,400	170,400	65,148
Other	388,966	388,966	186,231	(202,735)	840,356
Total Operating Revenues	14,530,863	14,530,863	13,992,873	(537,990)	12,440,915
OPERATING EXPENSES					
Health and Sanitation Function:					
Operations Division:					
Salaries and wages	2,257,674	2,257,674	1,999,018	258,656	2,005,047
Employee benefits	633,410	633,410	596,044	37,366	577,440
Services and supplies	5,327,239	5,327,239	4,566,656	760,583	4,155,584
Depreciation/Amortization	3,479,976	3,479,976	3,374,578	105,398	3,227,181
Construction/Consulting Division:					
Salaries and wages	428,949	428,949	304,539	124,410	381,684
Employee benefits	117,655	117,655	83,869	33,786	104,836
Services and supplies	156,691	156,691	118,363	38,328	107,547
Planning Division:					
Salaries and wages	1,095,242	1,095,242	878,320	216,922	796,699
Employee benefits	317,538	317,538	232,683	84,855	192,379
Services and supplies	4,001,235	4,001,235	2,542,546	1,458,689	2,619,604
Depreciation/Amortization	300,000	300,000	269,227	30,773	221,106
Total Operating Expenses	18,115,609	18,115,609	14,965,843	3,149,766	14,389,107
Operating Income (Loss)	(3,584,746)	(3,584,746)	(972,970)	2,611,776	(1,948,192)
NONOPERATING REVENUES (EXPENSES)					
Investment earnings	581,675	581,675	880,711	299,036	1,052,612
Net increase (decrease) in the fair value of investments	-	-	137,888	137,888	443,249
Gain/(loss) on asset disposition	(200,000)	(200,000)	(30,074)	169,926	(230,682)
Facilities rental	-	-	18,000	18,000	-
Federal grant revenues	2,054	-	-	-	79,107
Federal grant expenses	(2,054)	-	-	-	(79,107)
Interest/bond issuance costs	(726,032)	(726,032)	(625,995)	100,037	(443,871)
Total Nonoperating Revenues (Expenses)	(344,357)	(344,357)	380,530	724,887	821,308
Income (Loss) Before Capital Contributions/Transfers	(3,929,103)	(3,929,103)	(592,440)	3,336,663	(1,126,884)

WASHOE COUNTY
WATER RESOURCES FUND
SCHEDULE OF REVENUES, EXPENSES AND
CHANGES IN NET ASSETS - BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2002
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2001)

	2002 BUDGETED AMOUNTS		2002		2001
	ORIGINAL	FINAL	ACTUAL	VARIANCE TO FINAL BUDGET	ACTUAL
CAPITAL CONTRIBUTIONS IN (OUT)					
Water hook-up fees	\$ 345,000	\$ 345,000	\$ 1,348,892	\$ 1,003,892	\$ 901,564
Sewer hook-up fees	2,341,750	2,341,750	3,159,936	818,186	4,555,987
Reclaimed hook-up fees	-	-	731,974	731,974	7,070
Contributions from contractors	5,078,609	5,078,609	11,081,624	6,003,015	9,409,371
Contributions from others	-	-	4,132,401	4,132,401	-
Contributions to others	-	-	(35,075)	(35,075)	(119,544)
Water planning grant	-	-	111,891	111,891	-
Total Capital Contributions In (Out)	7,765,359	7,765,359	20,531,643	12,766,284	14,754,448
TRANSFERS IN (OUT)					
General Fund	1,570,861	1,570,861	1,570,913	52	1,612,943
General Fund	(2,350,000)	(2,350,000)	(2,604,043)	(254,043)	(1,056,840)
Public Works Construction Fund	-	-	-	-	(250,000)
Equipment Services Fund	-	-	-	-	(73,339)
Total Transfers In (Out)	(779,139)	(779,139)	(1,033,130)	(253,991)	232,764
Change in Net Assets	\$ 3,057,117	\$ 3,057,117	18,906,073	\$ 15,848,956	13,860,328
NET ASSETS, JULY 1			116,078,552		102,218,224
NET ASSETS, JUNE 30			\$ 134,984,625		\$ 116,078,552

WASHOE COUNTY
WATER RESOURCES FUND
SCHEDULE OF CASH FLOWS - BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2002
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2001)

	2002 BUDGETED AMOUNTS		2002		2001
	ORIGINAL	FINAL	ACTUAL	VARIANCE TO FINAL BUDGET	ACTUAL
INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS					
Cash Flows From Operations:					
Cash received from customers	\$ 9,707,371	\$ 9,707,371	\$ 10,093,260	\$ 385,889	\$ 6,981,986
Cash received from remediation fees	1,902,847	1,902,847	1,886,942	(15,905)	1,878,909
Cash received from water surcharge fees	1,000,000	1,000,000	972,953	(27,047)	956,945
Cash received from other funds - water	1,083,152	1,083,152	933,670	(149,482)	879,292
Cash received from services to other funds	80,877	80,877	11,887	(68,990)	37,295
Cash received from inspection and other	756,616	756,616	452,601	(304,015)	1,226,721
Cash received from developer design fees	-	-	215,767	215,767	136,956
Cash payments for personnel costs	(4,850,468)	(4,850,468)	(4,091,512)	758,956	(3,962,373)
Cash payments for services and supplies	(9,485,165)	(9,485,165)	(7,182,088)	2,303,077	(6,147,662)
Net Cash Provided (Used) by Operations	195,230	195,230	3,293,480	3,098,250	1,988,069
Cash Flows From Noncapital Financing Activities:					
Transfers from General Fund	1,246,861	1,570,861	1,570,913	52	1,291,422
Transfer to Public Works Construction Fund	-	-	-	-	(250,000)
Net Cash Provided (Used) by Noncapital Financing Activities	1,246,861	1,570,861	1,570,913	52	1,041,422
Cash Flows From Investing Activities:					
Investment earnings	581,675	581,675	992,641	410,966	1,585,188
Cash Flows From Capital and Related Financing Activities:					
Proceeds from debt issued	-	26,050,000	18,262,142	(7,787,858)	5,406,859
Proceeds from asset disposition	-	-	20,160	20,160	-
Cash received from Federal Grants	-	-	-	-	86,801
Cash paid for Federal Grants	-	-	-	-	(79,107)
Hookup fees/water rights dedications	2,686,750	2,686,750	5,355,727	2,668,977	5,520,159
Contributions to others	-	-	(35,075)	(35,075)	(2,341)
Transfers from General Fund	324,052	-	-	-	321,521
Transfers to General Fund	(2,350,000)	(2,350,000)	(2,604,043)	(254,043)	(1,056,840)
Developer deposits received	-	-	1,103,868	1,103,868	132,629
Principal paid on financing	(1,379,484)	(1,420,787)	(1,401,493)	19,294	(1,040,484)
Interest paid on financing	(726,032)	(1,147,725)	(457,297)	690,428	(581,461)
*Acquisition of capital assets/plant capacity	(42,255,271)	(42,255,271)	(16,364,788)	25,890,483	(12,323,883)
Net Cash Provided (Used) by Capital and Related Financing Activities	(43,699,985)	(18,437,033)	3,879,201	22,316,234	(3,616,147)
Net Increase (Decrease) in Cash and Cash Equivalents	(41,676,219)	(16,089,267)	9,736,235	25,825,502	998,532
CASH AND CASH EQUIVALENTS, JULY 1	16,150,424	18,228,803	18,431,325	202,522	17,432,793
CASH AND CASH EQUIVALENTS, JUNE 30	\$ (25,525,795)	\$ 2,139,536	\$ 28,167,560	\$ 26,028,024	\$ 18,431,325

(CONTINUED)

WASHOE COUNTY
WATER RESOURCES FUND
SCHEDULE OF CASH FLOWS - BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2002
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2001)

	2002 BUDGETED AMOUNTS		2002		2001
	ORIGINAL	FINAL	ACTUAL	VARIANCE TO FINAL BUDGET	ACTUAL
RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH PROVIDED (USED) BY OPERATIONS					
Operating income (loss)	\$ (3,584,746)	\$ (3,584,746)	\$ (972,970)	\$ 2,611,776	\$ (1,948,192)
Adjustments to reconcile operating income (loss) to net cash provided (used) by operations:					
Depreciation/Amortization	3,779,976	3,779,976	3,643,805	(136,171)	3,448,287
Change in assets and liabilities:					
(Increase) decrease in:					
Accounts receivable	-	-	155,838	155,838	(408,734)
Remediation fee receivable	-	-	(353)	(353)	3,547
Due from other governments	-	-	351,731	351,731	(281)
Inventory	-	-	(7,021)	(7,021)	43,788
Other assets	-	-	73,358	73,358	21,166
Increase (decrease) in:					
Accounts payable	-	-	(432,726)	(432,726)	785,911
Accrued salaries and benefits	-	-	2,961	2,961	95,712
Deposits	-	-	98,472	98,472	-
Due to other governments	-	-	380,385	380,385	(53,135)
Total Adjustments	3,779,976	3,779,976	4,266,450	486,474	3,936,261
Net Cash Provided (Used) by Operations	\$ 195,230	\$ 195,230	\$ 3,293,480	\$ 3,098,250	\$ 1,988,069
*Acquisition of Capital Assets					
Financed by Cash	\$ 42,255,271	\$ 42,255,271	\$ 16,364,788	\$ 25,890,483	\$ 12,323,883
Add: Capital contributions received	-	-	15,214,025	(15,214,025)	9,048,977
Capital contributions made	-	-	-	-	(117,203)
Transfers to other funds	-	-	-	-	(73,339)
Increase (decrease) in contracts/ retention payable	-	-	1,067,530	(1,067,530)	(1,409,164)
Total Acquisition of Capital Assets	\$ 42,255,271	\$ 42,255,271	\$ 32,646,343	\$ 9,608,928	\$ 19,773,154

**WASHOE COUNTY
GOLF COURSE FUND
SCHEDULE OF REVENUES, EXPENSES AND
CHANGES IN NET ASSETS - BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2002
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2001)**

	2002 BUDGETED AMOUNTS		2002		2001
	ORIGINAL	FINAL	ACTUAL	VARIANCE TO FINAL BUDGET	ACTUAL
OPERATING REVENUES					
Charges for Services:					
Golf courses	\$ 1,935,200	\$ 1,935,200	\$ 1,606,022	\$ (329,178)	\$ 1,574,038
Restaurant	239,000	239,000	232,913	(6,087)	215,737
Other	-	-	2,739	2,739	1,532
Total Operating Revenues	2,174,200	2,174,200	1,841,674	(332,526)	1,791,307
OPERATING EXPENSES					
Culture and Recreation Function:					
Salaries and wages	703,101	703,101	734,802	(31,701)	674,607
Employee benefits	196,110	196,110	190,960	5,150	159,617
Services and supplies:					
Supplies	247,775	247,775	272,773	(24,998)	285,691
Equipment Services					
Fund billings	46,071	46,071	42,679	3,392	44,729
Utilities	164,000	164,000	169,597	(5,597)	163,110
Professional services	229,000	229,000	83,682	145,318	95,174
Repairs and maintenance	89,325	89,325	110,238	(20,913)	77,149
Travel	1,000	1,000	-	1,000	-
Bad debt expense	-	-	-	-	2,400
Other	49,710	49,710	49,458	252	44,253
Depreciation/Amortization	273,000	273,000	303,051	(30,051)	260,168
Total Operating Expenses	1,999,092	1,999,092	1,957,240	41,852	1,806,898
Operating Income (Loss)	175,108	175,108	(115,566)	(290,674)	(15,591)
NONOPERATING REVENUES (EXPENSES)					
Investment earnings	34,000	34,000	22,303	(11,697)	37,086
Net increase (decrease) in the fair value of investments	-	-	1,275	1,275	16,382
Gain/(loss) on asset disposition	-	-	2,821	2,821	-
Interest/bond issuance costs	(143,641)	(143,641)	(211,564)	(67,923)	(159,236)
Total Nonoperating Revenues (Expenses)	(109,641)	(109,641)	(185,165)	(75,524)	(105,768)
Change in Net Assets	\$ 65,467	\$ 65,467	(300,731)	\$ (366,198)	(121,359)
NET ASSETS, JULY 1			2,015,795		2,137,154
NET ASSETS, JUNE 30			\$ 1,715,064		\$ 2,015,795

**WASHOE COUNTY
GOLF COURSE FUND
SCHEDULE OF CASH FLOWS - BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2002
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2001)**

	2002 BUDGETED AMOUNTS		2002		2001
	ORIGINAL	FINAL	ACTUAL	VARIANCE TO FINAL BUDGET	ACTUAL
INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS					
Cash Flows From Operations:					
Cash received from customers	\$ 2,174,200	\$ 2,174,200	\$ 1,822,440	\$ (351,760)	\$ 1,777,846
Cash payments for personnel costs	(899,211)	(899,211)	(908,541)	(9,330)	(815,373)
Cash payments for services and supplies	(826,881)	(826,881)	(717,979)	108,902	(651,448)
Net Cash Provided (Used) by Operations	448,108	448,108	195,920	(252,188)	311,025
Cash Flows From Investing Activities:					
Investment earnings	34,000	34,000	25,538	(8,462)	55,109
Cash Flows From Capital and Related Financing Activities:					
Proceeds from asset disposition	-	-	2,821	2,821	-
Principal paid on financing	(150,000)	(150,000)	(150,000)	-	(140,000)
Interest paid on financing	(143,641)	(143,641)	(137,250)	6,391	(144,678)
*Acquisition of capital assets	(115,000)	(115,000)	(143,561)	(28,561)	(165,106)
Net Cash Provided (Used) by Capital and Related Financing Activities	(408,641)	(408,641)	(427,990)	(19,349)	(449,784)
Net Increase (Decrease) in Cash and Cash Equivalents	73,467	73,467	(206,532)	(279,999)	(83,650)
CASH AND CASH EQUIVALENTS, JULY 1	1,437,851	1,437,851	1,276,420	(161,431)	1,360,070
CASH AND CASH EQUIVALENTS, JUNE 30	\$ 1,511,318	\$ 1,511,318	\$ 1,069,888	\$ (441,430)	\$ 1,276,420

(CONTINUED)

WASHOE COUNTY
GOLF COURSE FUND
SCHEDULE OF CASH FLOWS - BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2002
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2001)

	2002 BUDGETED AMOUNTS		2002		2001
	ORIGINAL	FINAL	ACTUAL	VARIANCE TO FINAL BUDGET	ACTUAL
RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH PROVIDED (USED) BY OPERATIONS					
Operating income (loss)	\$ 175,108	\$ 175,108	\$ (115,566)	\$ (290,674)	\$ (15,591)
Adjustments to reconcile operating income (loss) to net cash provided (used) by operations:					
Depreciation	273,000	273,000	303,051	30,051	260,168
Change in assets and liabilities:					
(Increase) decrease in:					
Accounts receivable	-	-	(19,234)	(19,234)	(11,061)
Inventory	-	-	(6,376)	(6,376)	(2,005)
Increase (decrease) in:					
Accounts payable	-	-	16,824	16,824	60,663
Accrued salaries and benefits	-	-	17,221	17,221	18,851
Total Adjustments	273,000	273,000	311,486	38,486	326,616
Net Cash Provided (Used) by Operations	\$ 448,108	\$ 448,108	\$ 195,920	\$ (252,188)	\$ 311,025
*Acquisition of Capital Assets Financed by Cash	\$ 115,000	\$ 115,000	\$ 143,561	\$ (28,561)	\$ 165,106
Increase/(decrease) in contracts payable	-	-	-	-	(46,129)
Increase/(decrease) in notes payable	-	-	977,170	(977,170)	-
Total Acquisition of Capital Assets/ Plant Capacity	\$ 115,000	\$ 115,000	\$ 1,120,731	\$ (1,005,731)	\$ 118,977

WASHOE COUNTY
SOUTH TRUCKEE MEADOWS GENERAL IMPROVEMENT DISTRICT
SCHEDULE OF REVENUES, EXPENSES AND
CHANGES IN NET ASSETS - BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2002
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2001)

	2002 BUDGETED AMOUNTS		2002		2001
	ORIGINAL	FINAL	ACTUAL	VARIANCE TO FINAL BUDGET	ACTUAL
OPERATING REVENUES					
Charges for Services:					
Water charges	\$ 1,450,271	\$ 1,450,271	\$ 1,387,000	\$ (63,271)	\$ 1,204,173
Annexation fees	54,575	54,575	15,690	(38,885)	33,530
Other	211,159	211,159	241,951	30,792	238,834
Total Operating Revenues	1,716,005	1,716,005	1,644,641	(71,364)	1,476,537
OPERATING EXPENSES					
Health and Sanitation Function:					
Services and supplies:					
Water Resources Fund billings	1,083,152	1,083,152	933,702	149,450	882,480
Reimbursements	-	-	43,398	(43,398)	34,114
Depreciation	553,650	553,650	704,950	(151,300)	568,475
Total Operating Expenses	1,636,802	1,636,802	1,682,050	(45,248)	1,485,069
Operating Income (Loss)	79,203	79,203	(37,409)	(116,612)	(8,532)
NONOPERATING REVENUES (EXPENSES)					
Ad valorem taxes	323,373	323,373	330,335	6,962	327,478
Investment earnings	200,000	200,000	82,581	(117,419)	146,948
Net increase (decrease) in the fair value of investments	-	-	13,020	13,020	66,321
Water hook-up fees	369,650	369,650	-	(369,650)	-
Contributions from developers	678,250	678,250	-	(678,250)	-
Gain (loss) on asset disposition	(50,000)	(50,000)	-	50,000	(36,745)
Interest/bond issuance costs	(56,276)	(56,276)	(54,531)	1,745	(68,119)
Total Nonoperating Revenues (Expenses)	1,464,997	1,464,997	371,405	(1,093,592)	435,883
Income (Loss) Before Capital Contributions	1,544,200	1,544,200	333,996	(1,210,204)	427,351
CAPITAL CONTRIBUTIONS IN (OUT)					
Water hook-up fees	-	-	332,255	332,255	349,631
Contributions from developers	-	-	980,235	980,235	1,194,330
Total Capital Contributions In (Out)	-	-	1,312,490	1,312,490	1,543,961
Change in Net Assets	\$ 1,544,200	\$ 1,544,200	1,646,486	\$ 102,286	1,971,312
NET ASSETS, JULY 1			16,826,043		14,854,731
NET ASSETS, JUNE 30			\$ 18,472,529		\$ 16,826,043

WASHOE COUNTY
SOUTH TRUCKEE MEADOWS GENERAL IMPROVEMENT DISTRICT
SCHEDULE OF CASH FLOWS - BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2002
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2001)

	2002 BUDGETED AMOUNTS		2002		2001
	ORIGINAL	FINAL	ACTUAL	VARIANCE TO FINAL BUDGET	ACTUAL
INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS					
Cash Flows From Operations:					
Cash received from customers	\$ 1,716,005	\$ 1,716,005	\$ 1,682,247	\$ (33,758)	\$ 1,420,670
Cash payments for services and supplies	(1,083,152)	(1,083,152)	(991,444)	91,708	(894,559)
Net Cash Provided (Used) by Operations	632,853	632,853	690,803	57,950	526,111
Cash Flows From Noncapital					
Financing Activities:					
Cash received from ad valorem taxes	323,373	323,373	330,096	6,723	323,856
Hook-up fees	369,650	369,650	-	(369,650)	-
Net Cash Provided (Used) by Noncapital Financing Activities	693,023	693,023	330,096	(362,927)	323,856
Cash Flows From Investing Activities:					
Investment earnings	200,000	200,000	100,954	(99,046)	243,136
Cash Flows From Capital and Related					
Financing Activities:					
Contributions	-	-	332,255	332,255	346,401
Principal paid on financing	(285,000)	(285,000)	(285,000)	-	(270,000)
Interest paid on financing	(38,303)	(38,303)	(38,303)	-	(51,765)
*Acquisition of capital assets	(1,801,000)	(1,801,000)	(1,114,749)	686,251	(2,249,984)
Net Cash Provided (Used) by Capital and Related Financing Activities:	(2,124,303)	(2,124,303)	(1,105,797)	1,018,506	(2,225,348)
Net Increase (Decrease) in Cash and Cash Equivalents	(598,427)	(598,427)	16,056	614,483	(1,132,245)
CASH AND CASH EQUIVALENTS, JULY 1	2,442,028	2,442,028	1,883,165	(558,863)	3,015,410
CASH AND CASH EQUIVALENTS, JUNE 30	\$ 1,843,601	\$ 1,843,601	\$ 1,899,221	\$ 55,620	\$ 1,883,165

(CONTINUED)

WASHOE COUNTY
SOUTH TRUCKEE MEADOWS GENERAL IMPROVEMENT DISTRICT
SCHEDULE OF CASH FLOWS - BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2002
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2001)

	2002 BUDGETED AMOUNTS		2002		2001
	ORIGINAL	FINAL	ACTUAL	VARIANCE TO FINAL BUDGET	ACTUAL
RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH PROVIDED (USED) BY OPERATIONS					
Operating income (loss)	\$ 79,203	\$ 79,203	\$ (37,409)	\$ (116,612)	\$ (8,532)
Adjustments to reconcile operating income (loss) to net cash provided (used) by operations:					
Depreciation	553,650	553,650	704,950	151,300	568,475
Change in assets and liabilities:					
(Increase) decrease in:					
Accounts receivable	-	-	37,136	37,136	(57,546)
Increase (decrease) in:					
Accounts payable	-	-	(14,344)	(14,344)	22,034
Deposits	-	-	470	470	1,680
Total Adjustments	553,650	553,650	728,212	174,562	534,643
Net Cash Provided (Used) by Operations	\$ 632,853	\$ 632,853	\$ 690,803	\$ 57,950	\$ 526,111
*Acquisition of Capital Assets Financed by Cash					
	\$ 1,801,000	\$ 1,801,000	\$ 1,114,749	\$ 686,251	\$ 2,249,984
Add: Contributions from developers	-	-	980,235	(980,235)	1,194,330
Increase/(decrease) in contracts payable	-	-	24,711	(24,711)	(493,650)
Increase/(decrease) in retention payable	-	-	(40,829)	40,829	(36,774)
Total Acquisition of Capital Assets	\$ 1,801,000	\$ 1,801,000	\$ 2,078,866	\$ (277,866)	\$ 2,913,890

**WASHOE COUNTY
NONMAJOR ENTERPRISE FUNDS
COMBINING STATEMENT OF REVENUES, EXPENSES AND
CHANGES IN NET ASSETS
FOR THE YEAR ENDED JUNE 30, 2002**

	<u>BUILDING AND SAFETY FUND</u>	<u>TOXICOLOGY FUND</u>	<u>TOTAL</u>
OPERATING REVENUES			
Charges for services:			
Building permits	\$ 3,789,384	\$ -	\$ 3,789,384
OPERATING EXPENSES			
Salaries and wages	1,699,762	-	1,699,762
Employee benefits	451,942	-	451,942
Services and supplies	624,455	-	624,455
Total Operating Expenses	2,776,159	-	2,776,159
Operating Income (Loss)	1,013,225	-	1,013,225
NONOPERATING REVENUES (EXPENSES)			
Investment earnings	51,006	-	51,006
Net increase (decrease) in the fair value of investments	7,592	-	7,592
Total Nonoperating Revenues (Expenses)	58,598	-	58,598
Income (Loss) Before Capital Contributions and Transfers	1,071,823	-	1,071,823
CAPITAL CONTRIBUTIONS IN (OUT)			
General Fund	-	(8,745)	(8,745)
TRANSFERS IN (OUT)			
General Fund	511,290	(155,909)	355,381
Change in Net Assets	1,583,113	(164,654)	1,418,459
NET ASSETS, JULY 1	-	164,654	164,654
NET ASSETS, JUNE 30	\$ 1,583,113	\$ -	\$ 1,583,113

**WASHOE COUNTY
NONMAJOR ENTERPRISE FUNDS
COMBINING STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED JUNE 30, 2002**

	BUILDING AND SAFETY FUND	TOXICOLOGY FUND	TOTAL
INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS			
Cash Flows From Operations:			
Cash received from customers	\$ 3,781,470	\$ -	\$ 3,781,470
Cash payments for personnel costs	(1,908,115)	-	(1,908,115)
Cash payments for services and supplies	(621,739)	-	(621,739)
Net Cash Provided (Used) by Operations	1,251,616	-	1,251,616
Cash Flows From Noncapital Financing Activities:			
Transfers from other funds	511,290	-	511,290
Transfers to other funds	-	(97,734)	(97,734)
Net Cash Provided (Used) by Noncapital Financing Activities	511,290	(97,734)	413,556
Cash Flows From Investing Activities:			
Investment earnings	47,483	-	47,483
Net Increase (Decrease) in Cash and Cash Equivalents	1,810,389	(97,734)	1,712,655
CASH AND CASH EQUIVALENTS, JULY 1	-	97,734	97,734
CASH AND CASH EQUIVALENTS, JUNE 30	\$ 1,810,389	\$ -	\$ 1,810,389
RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH PROVIDED (USED) BY OPERATIONS			
Operating income (loss)	\$ 1,013,225	\$ -	\$ 1,013,225
Adjustments to reconcile operating income (loss) to net cash provided (used) by operations:			
Change in assets and liabilities:			
(Increase) decrease in:			
Accounts receivable	(7,914)	-	(7,914)
Increase (decrease) in:			
Accounts payable	2,716	-	2,716
Accrued salaries and benefits	243,589	-	243,589
Total Adjustments	238,391	-	238,391
Net Cash Provided (Used) by Operations	\$ 1,251,616	\$ -	\$ 1,251,616

WASHOE COUNTY
TOXICOLOGY FUND
SCHEDULE OF REVENUES, EXPENSES AND
CHANGES IN NET ASSETS - BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2002
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2001)

	2002 BUDGETED AMOUNTS		2002		2001
	ORIGINAL	FINAL	ACTUAL	VARIANCE TO FINAL BUDGET	ACTUAL
OPERATING REVENUES					
Charges for services:					
Toxicology services	\$ -	\$ -	\$ -	\$ -	\$ 482,627
OPERATING EXPENSES					
Public Safety Function:					
Salaries and wages	-	-	-	-	348,581
Employee benefits	-	-	-	-	98,597
Services and supplies:					
Supplies	-	-	-	-	127,300
Professional services	-	-	-	-	61,584
Repairs and maintenance	-	-	-	-	7,689
Other	-	-	-	-	299
Depreciation	-	-	-	-	53,338
Total Operating Expenses	-	-	-	-	697,388
Operating Income (Loss)	-	-	-	-	(214,761)
NONOPERATING REVENUES (EXPENSES)					
Investment earnings	-	-	-	-	2,308
Net increase (decrease) in the fair value of investments	-	-	-	-	850
Interest expense	-	-	-	-	(12,743)
Total Nonoperating Revenues (Expenses)	-	-	-	-	(9,585)
Income (Loss) Before Capital Contributions and Transfers	-	-	-	-	(224,346)
CAPITAL CONTRIBUTIONS IN (OUT)					
General Fund	-	-	(8,745)	(8,745)	-
Federal grant	-	-	-	-	27,769
Total Capital Contributions	-	-	(8,745)	(8,745)	27,769
TRANSFERS IN (OUT)					
General Fund	-	-	(155,909)	(155,909)	301,131
Change in Net Assets	\$ -	\$ -	(164,654)	(164,654)	104,554
NET ASSETS, JULY 1			164,654		60,100
NET ASSETS, JUNE 30			\$ -		\$ 164,654

WASHOE COUNTY
TOXICOLOGY FUND
SCHEDULE OF CASH FLOWS - BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2002
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2001)

	2002 BUDGETED AMOUNTS		2002		2001
	ORIGINAL	FINAL	ACTUAL	VARIANCE TO FINAL BUDGET	ACTUAL
INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS					
Cash Flows From Operations:					
Cash received from customers	\$ -	\$ -	\$ -	\$ -	\$ 199,015
Cash received from other funds	-	-	-	-	216,938
Cash received from others	-	-	-	-	21,287
Cash payments for personnel costs	-	-	-	-	(439,013)
Cash payments for services and supplies	-	-	-	-	(210,595)
Net Cash Provided (Used) by Operations	-	-	-	-	(212,368)
Cash Flows From Noncapital Financing Activities:					
Transfers from General Fund	-	-	-	-	301,131
Transfers to General Fund	-	-	(97,734)	(97,734)	
Net Cash Provided (Used) by Noncapital Financing Activities	-	-	(97,734)	(97,734)	301,131
Cash Flows From Investing Activities:					
Investment earnings	-	-	-	-	3,592
Cash Flows From Capital and Related Financing Activities:					
Cash received from federal grant	-	-	-	-	23,582
Principal paid on financing	-	-	-	-	(52,479)
Interest paid on financing	-	-	-	-	(12,743)
Acquisition of fixed assets	-	-	-	-	(6,224)
Net Cash Provided (Used) by Capital and Related Financing Activities	-	-	-	-	(47,864)
Net Increase (Decrease) in Cash and Cash Equivalents	-	-	(97,734)	(97,734)	44,491
CASH AND CASH EQUIVALENTS, JULY 1	-	-	97,734	97,734	53,243
CASH AND CASH EQUIVALENTS, JUNE 30	\$ -	\$ -	\$ -	\$ -	\$ 97,734

(CONTINUED)

WASHOE COUNTY
TOXICOLOGY FUND
SCHEDULE OF CASH FLOWS - BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2002
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2001)

	2002 BUDGETED AMOUNTS		2002		2001
	ORIGINAL	FINAL	ACTUAL	VARIANCE TO FINAL BUDGET	ACTUAL
RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH PROVIDED (USED) BY OPERATIONS					
Operating income (loss)	\$ -	\$ -	\$ -	\$ -	\$ (214,761)
Adjustments to reconcile operating income (loss) to net cash provided (used) by operations:					
Depreciation	-	-	-	-	53,338
Change in assets and liabilities:					
(Increase) decrease in:					
Accounts receivable	-	-	-	-	(45,388)
Inventory	-	-	-	-	1,486
Increase (decrease) in:					
Accounts payable	-	-	-	-	(15,208)
Accrued salaries and benefits	-	-	-	-	8,165
Total Adjustments	-	-	-	-	2,393
Net Cash Provided (Used) by Operations	\$ -	\$ -	\$ -	\$ -	\$ (212,368)

****Noncash transactions:**

On July 1, 2002, current assets, accounts payable and accrued salaries and benefits were transferred to the General Fund. Net capital assets were transferred to governmental activities capital assets, and capital leases were transferred to governmental activities debt.

*Acquisition of Capital Assets Financed by Cash	\$ -	\$ -	\$ -	\$ -	\$ 6,224
Add increase/(decrease) in leases payable	-	-	-	-	89,543
Total Acquisition of Capital Assets	\$ -	\$ -	\$ -	\$ -	\$ 95,767

WASHOE COUNTY
BUILDING AND SAFETY FUND
SCHEDULE OF NET ASSETS
JUNE 30, 2002

	<u>2002</u>
ASSETS	
Current Assets:	
Cash and investments	\$ 1,810,389
Accounts receivable	7,914
Interest receivable	<u>11,115</u>
Total Assets	<u>1,829,418</u>
LIABILITIES	
Current Liabilities:	
Accounts payable	2,716
Accrued salaries and benefits	<u>243,589</u>
Total Liabilities	<u>246,305</u>
NET ASSETS	
Restricted for operations	\$ 1,583,113

**WASHOE COUNTY
BUILDING AND SAFETY FUND
SCHEDULE OF REVENUES, EXPENSES AND
CHANGES IN NET ASSETS - BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2002**

	2002 BUDGETED AMOUNTS		2002	
	ORIGINAL	FINAL	ACTUAL	VARIANCE TO FINAL BUDGET
OPERATING REVENUES				
Charges for Services:				
Building permits	\$ 2,909,684	\$ 2,909,684	\$ 3,739,632	\$ 829,948
Mobile home safety seals	10,500	10,500	15,548	5,048
Washoe County/TRPA	37,710	37,710	34,108	(3,602)
Other	-	-	96	96
Total Operating Revenues	2,957,894	2,957,894	3,789,384	831,490
OPERATING EXPENSES				
Public Safety Function:				
Salaries and wages	1,578,138	1,578,138	1,699,762	(121,624)
Employee benefits	492,669	492,669	451,942	40,727
Services and supplies	694,373	704,853	624,455	80,398
Depreciation	2,131	2,131	-	2,131
Total Operating Expenses	2,767,311	2,777,791	2,776,159	1,632
Operating Income (Loss)	190,583	180,103	1,013,225	833,122
NONOPERATING REVENUES (EXPENSES)				
Investment earnings	-	-	51,006	51,006
Net increase (decrease) in the fair value of investments	-	-	7,592	7,592
Total Nonoperating Revenues (Expenses)	-	-	58,598	58,598
Income (Loss) Before Transfers	190,583	180,103	1,071,823	891,720
TRANSFERS IN (OUT)				
General Fund	500,000	510,480	511,290	810
Change in Net Assets	\$ 690,583	\$ 690,583	1,583,113	\$ 892,530
NET ASSETS, JULY 1			-	
NET ASSETS, JUNE 30			\$ 1,583,113	

**WASHOE COUNTY
BUILDING AND SAFETY FUND
SCHEDULE OF CASH FLOWS - BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2002**

	2002 BUDGETED AMOUNTS		2002	
	ORIGINAL	FINAL	ACTUAL	VARIANCE TO FINAL BUDGET
INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS				
Cash Flows From Operations:				
Cash received from customers	\$ 2,957,894	\$ 2,957,894	\$ 3,781,470	\$ 823,576
Cash payments for personnel costs	(2,070,807)	(2,070,807)	(1,908,115)	162,692
Cash payments for services and supplies	(694,373)	(704,853)	(621,739)	83,114
Net Cash Provided (Used) by Operations	192,714	182,234	1,251,616	1,069,382
Cash Flows From Noncapital Financing Activities:				
Transfers from General Fund	500,000	510,480	511,290	810
Cash Flows From Investing Activities:				
Investment earnings	-	-	47,483	47,483
Net Increase (Decrease) in Cash and Cash Equivalents	692,714	692,714	1,810,389	1,117,675
CASH AND CASH EQUIVALENTS, JULY 1	-	-	-	-
CASH AND CASH EQUIVALENTS, JUNE 30	<u>\$ 692,714</u>	<u>\$ 692,714</u>	<u>\$ 1,810,389</u>	<u>\$ 1,117,675</u>
RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH PROVIDED (USED) BY OPERATIONS				
Operating income (loss)	\$ 190,583	\$ 180,103	\$ 1,013,225	\$ 833,122
Adjustments to reconcile operating income (loss) to net cash provided (used) by operations:				
Depreciation	2,131	2,131	-	(2,131)
Change in assets and liabilities:				
(Increase) decrease in:				
Accounts receivable	-	-	(7,914)	(7,914)
Increase (decrease) in:				
Accounts payable	-	-	2,716	2,716
Accrued salaries and benefits	-	-	243,589	243,589
Total Adjustments	2,131	2,131	238,391	236,260
Net Cash Provided (Used) by Operations	<u>\$ 192,714</u>	<u>\$ 182,234</u>	<u>\$ 1,251,616</u>	<u>\$ 1,069,382</u>

INTERNAL SERVICE FUNDS

TO ACCOUNT FOR THE FINANCING OF GOODS OR SERVICES PROVIDED BY ONE DEPARTMENT OR AGENCY TO OTHER DEPARTMENTS OR AGENCIES OF THE GOVERNMENTAL UNIT; OR TO OTHER GOVERNMENTAL UNITS, ON A COST-REIMBURSEMENT BASIS.

THE COUNTY MAINTAINS THE FOLLOWING INTERNAL SERVICE FUNDS:

RISK MANAGEMENT FUND

THE RISK MANAGEMENT FUND ACCOUNTS FOR REVENUES RECEIVED FOR PROVIDING THE COUNTY WITH PROPERTY AND LIABILITY INSURANCE, WORKERS' COMPENSATION AND UNEMPLOYMENT COMPENSATION INSURANCE.

HEALTH BENEFITS FUND

THE HEALTH BENEFITS FUND ACCOUNTS FOR THE SELF-INSURED HEALTH PLAN AND OTHER CONTRACTUAL HEALTH INSURANCE PLANS.

EQUIPMENT SERVICES FUND

THE EQUIPMENT SERVICES FUND ACCOUNTS FOR REVENUES RECEIVED FOR MAINTAINING AND PURCHASING AUTOMOBILES AND OTHER VEHICLES AND SPECIALIZED LARGE EQUIPMENT FOR USE BY OTHER COUNTY DEPARTMENTS.

WASHOE COUNTY
INTERNAL SERVICE FUNDS
COMBINING STATEMENT OF NET ASSETS
JUNE 30, 2002

	RISK MANAGEMENT FUND	HEALTH BENEFITS FUND	EQUIPMENT SERVICES FUND	TOTAL
ASSETS				
Current Assets:				
Cash and investments	\$ 3,277,672	\$ 2,829,293	\$ 2,733,100	\$ 8,840,065
Accounts receivable	4,687	625,906	-	630,593
Interest receivable	23,492	18,268	-	41,760
Due from other governments - other	34,294	-	-	34,294
Inventory	-	-	216,393	216,393
Deposits	-	-	1,439,878	1,439,878
Other assets	97,255	41,328	341,877	480,460
Total Current Assets	3,437,400	3,514,795	4,731,248	11,683,443
Noncurrent Assets:				
Restricted cash and investments	3,549,000	-	-	3,549,000
Long-term prepaids	-	-	423,239	423,239
Long-term deposits	-	-	2,348,228	2,348,228
Capital Assets:				
Buildings and improvements	-	-	34,024	34,024
Equipment	-	-	21,751,177	21,751,177
Less accumulated depreciation	-	-	(12,627,886)	(12,627,886)
Net Capital Assets	-	-	9,157,315	9,157,315
Total Noncurrent Assets	3,549,000	-	11,928,782	15,477,782
Total Assets	6,986,400	3,514,795	16,660,030	27,161,225
LIABILITIES				
Current Liabilities:				
Accounts payable	174,655	627,215	502,329	1,304,199
Accrued salaries and benefits	30,326	21,522	226,011	277,859
Contracts/retention payable	-	-	1,056,742	1,056,742
Pending claims	2,688,000	960,000	-	3,648,000
Total Current Liabilities	2,892,981	1,608,737	1,785,082	6,286,800
Noncurrent Liabilities:				
Pending claims	2,210,000	-	-	2,210,000
Pending claims payable from restricted cash	3,549,000	-	-	3,549,000
Total Noncurrent Liabilities	5,759,000	-	-	5,759,000
Total Liabilities	8,651,981	1,608,737	1,785,082	12,045,800
NET ASSETS				
Invested in capital assets, net of related deb	-	-	9,157,315	9,157,315
Restricted for claims	-	1,906,058	-	1,906,058
Unrestricted	(1,665,581)	-	5,717,633	4,052,052
Total Net Assets	\$ (1,665,581)	\$ 1,906,058	\$ 14,874,948	\$ 15,115,425

WASHOE COUNTY
INTERNAL SERVICE FUNDS
COMBINING STATEMENT OF REVENUES, EXPENSES AND
CHANGES IN NET ASSETS
FOR THE YEAR ENDED JUNE 30, 2002

	RISK MANAGEMENT FUND	HEALTH BENEFITS FUND	EQUIPMENT SERVICES FUND	TOTAL
OPERATING REVENUES				
Charges for services:				
Self insurance fees	\$ 1,741,218	\$ 16,382,887	\$ -	\$ 18,124,105
Equipment service billings	-	-	6,633,186	6,633,186
Miscellaneous:				
Other	47,404	-	-	47,404
Total Operating Revenues	1,788,622	16,382,887	6,633,186	24,804,695
OPERATING EXPENSES				
Salaries and wages	238,196	110,058	1,142,885	1,491,139
Employee benefits	54,153	32,194	346,336	432,683
Services and supplies	4,451,590	19,002,380	2,400,511	25,854,481
Depreciation	-	-	1,619,848	1,619,848
Total Operating Expenses	4,743,939	19,144,632	5,509,580	29,398,151
Operating Income (Loss)	(2,955,317)	(2,761,745)	1,123,606	(4,593,456)
NONOPERATING REVENUES (EXPENSES)				
Investment earnings	238,454	135,720	183,228	557,402
Net increase (decrease) in the fair value of investments	21,717	8,564	-	30,281
Gain (loss) on asset disposition	-	-	146,462	146,462
Total Nonoperating Revenues (Expenses)	260,171	144,284	329,690	734,145
Income (Loss) Before Capital Contributions and Transfers	(2,695,146)	(2,617,461)	1,453,296	(3,859,311)
CAPITAL CONTRIBUTIONS IN (OUT)				
General Fund	-	-	349,954	349,954
Health Fund	-	-	24,162	24,162
Child Protective Services Fund	-	-	68,238	68,238
Others	-	-	13,300	13,300
Total Capital Contributions In (Out)	-	-	455,654	455,654
TRANSFERS IN (OUT)				
General Fund	391,300	2,439,481	(110,292)	2,720,489
Change in Net Assets	(2,303,846)	(177,980)	1,798,658	(683,168)
NET ASSETS, JULY 1	638,265	2,084,038	13,076,290	15,798,593
NET ASSETS, JUNE 30	<u>\$ (1,665,581)</u>	<u>\$ 1,906,058</u>	<u>\$ 14,874,948</u>	<u>\$ 15,115,425</u>

WASHOE COUNTY
INTERNAL SERVICE FUNDS
COMBINING STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED JUNE 30, 2002

	RISK MANAGEMENT FUND	HEALTH BENEFITS FUND	EQUIPMENT SERVICES FUND	TOTAL
INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS				
Cash Flows From Operations:				
Cash received from customers	\$ -	\$ 385,329	\$ -	\$ 385,329
Cash received from other funds	1,781,797	15,942,279	6,633,186	24,357,262
Cash payments for personnel costs	(316,218)	(139,521)	(1,475,738)	(1,931,477)
Cash payments for services and supplies	(2,466,616)	(18,844,702)	(2,532,040)	(23,843,358)
Net Cash Provided (Used) by Operations	(1,001,037)	(2,656,615)	2,625,408	(1,032,244)
Cash Flows From Noncapital Financing Activities:				
Transfers from other funds	391,300	2,439,481	-	2,830,781
Transfers to other funds	-	-	(110,292)	(110,292)
Net Cash Provided (Used) by Noncapital Financing Activities	391,300	2,439,481	(110,292)	2,720,489
Cash Flows From Investing Activities:				
Investment earnings	270,494	151,288	-	421,782
**Equipment supply deposit received	-	-	1,563,104	1,563,104
**Equipment supply deposit paid	-	-	(1,542,108)	(1,542,108)
Net Cash Provided (Used) by Investing Activities	270,494	151,288	20,996	-
Cash Flows From Capital and Related Financing Activities:				
Proceeds from asset disposition	-	-	173,155	173,155
*Acquisition of capital assets	-	-	(2,432,965)	(2,432,965)
Net Cash Provided (Used) by Capital and Related Financing Activities	-	-	(2,259,810)	(2,259,810)
Net Increase (Decrease) in Cash and Cash Equivalents	(339,243)	(65,846)	276,302	(128,787)
CASH AND CASH EQUIVALENTS, JULY 1	7,165,915	2,895,139	2,456,798	12,517,852
CASH AND CASH EQUIVALENTS, JUNE 30	\$ 6,826,672	\$ 2,829,293	\$ 2,733,100	\$ 12,389,065
				(CONTINUED)

WASHOE COUNTY
INTERNAL SERVICE FUNDS
COMBINING STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED JUNE 30, 2002

	RISK MANAGEMENT FUND	HEALTH BENEFITS FUND	EQUIPMENT SERVICES FUND	TOTAL
RECONCILIATION OF OPERATING INCOME (LOSS)				
TO NET CASH PROVIDED (USED) BY OPERATIONS				
Operating income (loss)	\$ (2,955,317)	\$ (2,761,745)	\$ 1,123,606	\$ (4,593,456)
Adjustments to reconcile operating income (loss) to net cash provided (used) by operations:				
Depreciation	-	-	1,619,848	1,619,848
**Imputed rental expense	-	-	183,228	183,228
Change in assets and liabilities:				
(Increase) decrease in:				
Accounts receivable	(4,162)	(13,951)	-	(18,113)
Reimbursements receivable	-	(41,328)	-	(41,328)
Due from other governments	(2,663)	-	-	(2,663)
Inventory	-	-	(72,989)	(72,989)
Other assets	(49,507)	-	(50,517)	(100,024)
Increase (decrease) in:				
Accounts payable	89,481	157,678	(47,248)	199,911
Accrued salaries and benefits	(23,869)	2,731	13,483	(7,655)
Contracts payable	-	-	(144,003)	(144,003)
Pending claims	1,945,000	-	-	1,945,000
Total Adjustments	1,954,280	105,130	1,501,802	3,561,212
Net Cash Provided (Used) by Operations	\$ (1,001,037)	\$ (2,656,615)	\$ 2,625,408	\$ (1,032,244)

****Noncash investing, capital, and financing activities:**

During the current fiscal year the Equipment Services Fund entered into equipment rental agreements requiring cash deposits totaling \$1,624,000. Deposits remaining from prior year rental agreements total \$2,797,106. These deposits are considered to be equivalent to noninterest bearing loans. Interest income and rental expense of \$183,228 have been imputed to give accounting recognition to these transactions.

*Acquisition of Capital Assets Financed by Cash	\$ -	\$ -	\$ 2,432,965	\$ 2,432,965
Add: Capital contributions from departments	-	-	455,654	455,654
Increase (decrease) in accounts payable	-	-	323,825	323,825
Total Acquisition of Capital Assets	\$ -	\$ -	\$ 3,212,444	\$ 3,212,444

**WASHOE COUNTY
RISK MANAGEMENT FUND
SCHEDULE OF REVENUES, EXPENSES AND
CHANGES IN NET ASSETS - BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2002
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2001)**

	2002 BUDGETED AMOUNTS		2002		2001
	ORIGINAL	FINAL	ACTUAL	VARIANCE TO FINAL BUDGET	ACTUAL
OPERATING REVENUES					
Charges for Services:					
Workers' compensation collections \$	1,250,000	\$ 1,250,000	\$ 1,312,967	\$ 62,967	\$ 1,255,808
Unemployment premiums	138,950	138,950	134,750	(4,200)	139,492
Period billings	180,000	180,000	190,000	10,000	180,000
Subrogation recoveries	37,500	37,500	18,671	(18,829)	77,312
Premium reimbursements	35,000	35,000	35,150	150	39,830
Insurance claim receipts	10,000	10,000	49,680	39,680	93,849
Miscellaneous:					
Other	7,500	7,500	47,404	39,904	42,757
Total Operating Revenues	1,658,950	1,658,950	1,788,622	129,672	1,829,048
OPERATING EXPENSES					
General Government Function:					
Salaries and wages	271,835	271,835	238,196	33,639	228,611
Employee benefits	62,843	62,843	54,153	8,690	54,215
Services and supplies:					
Workers' compensation program	1,280,000	1,280,000	1,041,375	238,625	822,419
Workers' compensation pending claims change	400,000	885,000	1,482,000	(597,000)	1,052,000
Unemployment compensation program	150,000	150,000	144,823	5,177	89,313
Property and liability program	1,561,150	1,561,150	1,279,473	281,677	1,069,598
Property/liability pending claims change	300,000	300,000	463,000	(163,000)	359,000
Self insurance - general	132,437	123,737	40,919	82,818	41,491
Total Operating Expenses	4,158,265	4,634,565	4,743,939	(109,374)	3,716,647
Operating Income (Loss)	(2,499,315)	(2,975,615)	(2,955,317)	20,298	(1,887,599)
NONOPERATING REVENUES					
Investment earnings	250,000	250,000	238,454	(11,546)	439,165
Net increase (decrease) in the fair value of investments	-	-	21,717	21,717	107,944
Total Nonoperating Revenues	250,000	250,000	260,171	10,171	547,109
Income (Loss) Before Transfers	(2,249,315)	(2,725,615)	(2,695,146)	30,469	(1,340,490)
TRANSFERS IN (OUT)					
General Fund	400,000	391,300	391,300	-	-
Public Works Construction Fund	-	485,000	-	(485,000)	-
Total Transfers In (Out)	400,000	876,300	391,300	(485,000)	-
Change in Net Assets	\$ (1,849,315)	\$ (1,849,315)	(2,303,846)	\$ (454,531)	(1,340,490)
NET ASSETS, JULY 1			638,265		1,978,755
NET ASSETS, JUNE 30			\$ (1,665,581)		\$ 638,265

**WASHOE COUNTY
RISK MANAGEMENT FUND
SCHEDULE OF CASH FLOWS - BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2002
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2001)**

	2002 BUDGETED AMOUNT		2002		2001
	ORIGINAL	FINAL	ACTUAL	VARIANCE TO FINAL BUDGET	ACTUAL
INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS					
Cash Flows From Operations:					
Cash received from customers	\$ 7,500	\$ 7,500	\$ -	\$ (7,500)	\$ 10,759
Cash received from other funds	1,651,450	1,651,450	1,781,797	130,347	1,792,200
Cash payments for personnel costs	(334,678)	(334,678)	(316,218)	18,460	(275,652)
Cash payments for workers' compensation	(1,280,000)	(1,280,000)	(1,039,456)	240,544	(821,827)
Cash payments for unemployment compensation	(150,000)	(150,000)	(123,939)	26,061	(89,583)
Cash payments for property and liability	(1,561,150)	(1,561,150)	(1,260,294)	300,856	(909,804)
Cash payments for services and supplies	(132,437)	(123,737)	(42,927)	80,810	(44,411)
Net Cash Provided (Used) by Operations	(1,799,315)	(1,790,615)	(1,001,037)	789,578	(338,318)
Cash Flows From Noncapital Financing Activities:					
Transfers from:					
General Fund	400,000	391,300	391,300	-	-
Public Works Construction Fund	-	485,000	-	(485,000)	-
Net Cash Flows From Noncapital Financing Activities	400,000	876,300	391,300	(485,000)	-
Cash Flows From Investing Activities:					
Investment earnings	250,000	250,000	270,494	20,494	566,272
Net Increase (Decrease) in Cash and Cash Equivalents	(1,149,315)	(664,315)	(339,243)	325,072	227,954
CASH AND CASH EQUIVALENTS, JULY 1	6,580,843	6,095,843	7,165,915	1,070,072	6,937,961
CASH AND CASH EQUIVALENTS, JUNE 30	\$ 5,431,528	\$ 5,431,528	\$ 6,826,672	\$ 1,395,144	\$ 7,165,915
RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH PROVIDED (USED) BY OPERATIONS					
Operating income (loss)	\$ (2,499,315)	\$ (2,975,615)	\$ (2,955,317)	\$ 20,298	\$ (1,887,599)
Adjustments to reconcile operating income (loss) to net cash provided (used) by operations:					
Change in assets and liabilities:					
(Increase) decrease in:					
Accounts receivable	-	-	(4,162)	(4,162)	5,542
Due from other governments	-	-	(2,663)	(2,663)	(31,631)
Other assets	-	-	(49,507)	(49,507)	149,077
Increase (decrease) in:					
Accounts payable	-	-	89,481	89,481	8,119
Accrued salaries and benefits	-	-	(23,869)	(23,869)	7,174
Pending claims	700,000	1,185,000	1,945,000	760,000	1,411,000
Total Adjustments	700,000	1,185,000	1,954,280	769,280	1,549,281
Net Cash Provided (Used) by Operations	\$ (1,799,315)	\$ (1,790,615)	\$ (1,001,037)	\$ 789,578	\$ (338,318)

WASHOE COUNTY
HEALTH BENEFITS FUND
SCHEDULE OF REVENUES, EXPENSES AND
CHANGES IN NET ASSETS - BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2002
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2001)

	2002 BUDGETED AMOUNTS		2002		2001
	ORIGINAL	FINAL	ACTUAL	VARIANCE TO FINAL BUDGET	ACTUAL
OPERATING REVENUES					
Charges for Services:					
Group insurance collections	\$ 15,473,000	\$ 15,473,000	\$ 15,093,393	\$ (379,607)	\$ 12,776,422
Premium reimbursements	1,261,000	1,261,000	1,194,334	(66,666)	1,041,553
COBRA payments	132,000	132,000	95,160	(36,840)	62,292
Total Operating Revenues	16,866,000	16,866,000	16,382,887	(483,113)	13,880,267
OPERATING EXPENSES					
General Government Function:					
Salaries and wages	108,215	108,215	110,058	(1,843)	104,734
Employee benefits	34,829	34,829	32,194	2,635	27,624
Services and supplies:					
Supplies	2,000	1,000	432	568	452
Insurance claims	12,201,000	12,201,000	12,547,527	(346,527)	10,553,609
Insurance premiums	6,749,200	6,749,200	6,330,609	418,591	5,149,691
Professional services	70,000	70,000	76,786	(6,786)	50,497
Travel	1,800	-	-	-	-
Other	63,550	47,050	47,026	24	59,656
Total Operating Expenses	19,230,594	19,211,294	19,144,632	66,662	15,946,263
Operating Income (Loss)	(2,364,594)	(2,345,294)	(2,761,745)	(416,451)	(2,065,996)
NONOPERATING REVENUES (EXPENSES)					
Investment earnings	200,000	200,000	135,720	(64,280)	186,863
Net increase (decrease) in the fair value of investments	-	-	8,564	8,564	82,383
Total Nonoperating Revenues (Expenses)	200,000	200,000	144,284	(55,716)	269,246
Income (Loss) Before Transfers	(2,164,594)	(2,145,294)	(2,617,461)	(472,167)	(1,796,750)
TRANSFERS IN (OUT)					
General Fund	2,460,000	2,440,700	2,439,481	(1,219)	1,993,462
Change in Net Assets	\$ 295,406	\$ 295,406	(177,980)	(473,386)	196,712
NET ASSETS, JULY 1			2,084,038		1,887,326
NET ASSETS, JUNE 30			\$ 1,906,058		\$ 2,084,038

WASHOE COUNTY
HEALTH BENEFITS FUND
SCHEDULE OF CASH FLOWS - BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2002
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2001)

	2002 BUDGETED AMOUNTS		2002		2001
	ORIGINAL	FINAL	ACTUAL	VARIANCE TO FINAL BUDGET	ACTUAL
INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS					
Cash Flows From Operations:					
Cash received from customers	\$ -	\$ -	\$ 385,329	\$ 385,329	\$ 320,960
Cash received from other funds	16,866,000	16,866,000	15,942,279	(923,721)	13,675,758
Cash payments for personnel costs	(143,044)	(143,044)	(139,521)	3,523	(131,458)
Cash payments for services and supplies	(19,087,550)	(19,068,250)	(18,844,702)	223,548	(15,425,358)
Net Cash Provided (Used) by Operations	(2,364,594)	(2,345,294)	(2,656,615)	(311,321)	(1,560,098)
Cash Flows From Noncapital Financing Activities:					
Transfers from General Fund	2,460,000	2,440,700	2,439,481	(1,219)	1,993,462
Cash Flows From Investing Activities:					
Investment earnings	200,000	200,000	151,288	(48,712)	277,463
Net Increase (Decrease) in Cash and Cash Equivalents	295,406	295,406	(65,846)	(361,252)	710,827
CASH AND CASH EQUIVALENTS, JULY 1	3,096,840	3,096,840	2,895,139	(201,701)	2,184,312
CASH AND CASH EQUIVALENTS, JUNE 30	\$ 3,392,246	\$ 3,392,246	\$ 2,829,293	\$ (562,953)	\$ 2,895,139
RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH PROVIDED (USED) BY OPERATIONS					
Operating income (loss)	\$ (2,364,594)	\$ (2,345,294)	\$ (2,761,745)	\$ (416,451)	\$ (2,065,996)
Adjustments to reconcile operating income (loss) to net cash provided (used) by operations:					
Change in assets and liabilities:					
(Increase) decrease in:					
Accounts receivable	-	-	(13,951)	(13,951)	(140,525)
Reimbursements receivable	-	-	(41,328)	(41,328)	256,977
Increase (decrease) in:					
Accounts payable	-	-	157,678	157,678	28,547
Accrued salaries and benefits	-	-	2,731	2,731	899
Pending claims	-	-	-	-	360,000
Total Adjustments	-	-	105,130	105,130	505,898
Net Cash Provided (Used) by Operations	\$ (2,364,594)	\$ (2,345,294)	\$ (2,656,615)	\$ (311,321)	\$ (1,560,098)

WASHOE COUNTY
EQUIPMENT SERVICES FUND
SCHEDULE OF REVENUES, EXPENSES AND
CHANGES IN NET ASSETS - BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2002
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2001)

	2002 BUDGETED AMOUNTS		2002		2001
	ORIGINAL	FINAL	ACTUAL	VARIANCE TO FINAL BUDGET	ACTUAL
OPERATING REVENUES					
Charges for Services:					
Sales	\$ 6,648,775	\$ 6,648,775	\$ 6,633,186	\$ (15,589)	\$ 6,383,997
OPERATING EXPENSES					
General Government Function:					
Salaries and wages	1,347,707	1,347,707	1,142,885	204,822	1,291,142
Employee benefits	408,613	408,613	346,336	62,277	353,195
Services and supplies:					
Supplies	2,062,950	2,016,062	1,502,899	513,163	1,890,394
Repairs and maintenance	383,000	343,000	189,743	153,257	292,006
Leases	502,660	809,478	505,486	303,992	445,893
Travel	8,500	8,500	2,052	6,448	902
Other	281,800	276,904	200,331	76,573	271,202
Depreciation	1,750,000	1,750,000	1,619,848	130,152	1,759,463
Total Operating Expenses	6,745,230	6,960,264	5,509,580	1,450,684	6,304,197
Operating Income (Loss)	(96,455)	(311,489)	1,123,606	1,435,095	79,800
NONOPERATING REVENUES (EXPENSES)					
Investment earnings	150,000	150,000	183,228	33,228	171,877
Gain (loss) on asset disposition	100,000	100,000	146,462	46,462	145,309
Interest/bond issuance costs	-	-	-	-	(791)
Total Nonoperating Revenues (Expenses)	250,000	250,000	329,690	79,690	316,395
Income (Loss) Before Transfers	153,545	(61,489)	1,453,296	1,514,785	396,195
CAPITAL CONTRIBUTIONS IN (OUT)					
General Fund	-	-	349,954	349,954	427,601
Health Fund	-	-	24,162	24,162	26,455
Child Protective Services Fund	-	-	68,238	68,238	-
Public Works Construction Fund	-	-	-	-	28,024
Water Resources Fund	-	-	-	-	73,339
Others	-	-	13,300	13,300	-
Total Contributions	-	-	455,654	455,654	555,419
TRANSFERS IN (OUT)					
General Fund	-	(110,292)	(110,292)	-	-
Change in Net Assets	\$ 153,545	\$ (171,781)	1,798,658	\$ 1,970,439	951,614
NET ASSETS, JULY 1			13,076,290		12,124,676
NET ASSETS, JUNE 30			\$ 14,874,948		\$ 13,076,290

WASHOE COUNTY
EQUIPMENT SERVICES FUND
SCHEDULE OF CASH FLOWS - BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2002
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2001)

	2002 BUDGETED AMOUNTS		2002		2001
	ORIGINAL	FINAL	ACTUAL	VARIANCE TO FINAL BUDGET	ACTUAL
INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS					
Cash Flows From Operations:					
Cash received from other funds	\$ 6,648,775	\$ 6,648,775	\$ 6,633,186	\$ (15,589)	\$ 6,383,997
Cash payments for personnel costs	(1,756,320)	(1,756,320)	(1,475,738)	280,582	(1,656,824)
Cash payments for services and supplies	(3,238,910)	(3,453,944)	(2,532,040)	921,904	(2,566,515)
Net Cash Provided (Used) by Operations	1,653,545	1,438,511	2,625,408	1,186,897	2,160,658
Cash Flows From Noncapital Financing Activities:					
Transfers to General Fund	-	(110,292)	(110,292)	-	136,330
Cash Flows From Investing Activities:					
**Operating lease deposit received	-	-	1,563,104	1,563,104	-
**Operating lease deposit paid	-	-	(1,542,108)	(1,542,108)	(50,120)
Net Cash Provided (Used) by Investing Activities	-	-	20,996	20,996	(50,120)
Cash Flows From Capital and Related Financing Activities:					
Proceeds from asset disposition	100,000	100,000	173,155	73,155	177,811
Principal paid on financing	-	-	-	-	(111,982)
Interest paid on financing	-	-	-	-	(1,399)
*Acquisition of capital assets	(2,762,000)	(3,577,522)	(2,432,965)	1,144,557	(2,065,706)
Net Cash Provided (Used) by Capital and Related Financing Activities	(2,662,000)	(3,477,522)	(2,259,810)	1,217,712	(2,001,276)
Net Increase (Decrease) in Cash and Cash Equivalents	(1,008,455)	(2,149,303)	276,302	2,425,605	245,592
CASH AND CASH EQUIVALENTS, JULY 1	1,028,780	2,169,628	2,456,798	287,170	2,211,206
CASH AND CASH EQUIVALENTS, JUNE 30	\$ 20,325	\$ 20,325	\$ 2,733,100	\$ 2,712,775	\$ 2,456,798

(CONTINUED)

WASHOE COUNTY
EQUIPMENT SERVICES FUND
SCHEDULE OF CASH FLOWS - BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2002
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2001)

	2002 BUDGETED AMOUNTS		2002		2001
	ORIGINAL	FINAL	ACTUAL	VARIANCE TO FINAL BUDGET	ACTUAL
RECONCILIATION OF OPERATING INCOME (LOSS)					
TO NET CASH PROVIDED (USED) BY OPERATIONS					
Operating income (loss)	\$ (96,455)	\$ (311,489)	\$ 1,123,606	\$ 1,435,095	\$ 79,800
Adjustments to reconcile operating income(loss) to net cash provided (used) by operations:					
Depreciation	1,750,000	1,750,000	1,619,848	(130,152)	1,759,463
**Imputed rental expense	-	-	183,228	183,228	171,877
Change in assets and liabilities:					
(Increase) decrease in:					
Inventory	-	-	(72,989)	(72,989)	(2,402)
Prepaid lease expense	-	-	(50,517)	(50,517)	(268,600)
Increase (decrease) in:					
Accounts payable	-	-	(47,248)	(47,248)	433,007
Accrued salaries and benefits	-	-	13,483	13,483	(12,487)
Contracts payable	-	-	(144,003)	(144,003)	-
Total Adjustments	1,750,000	1,750,000	1,501,802	(248,198)	2,080,858
Net Cash Provided (Used) by Operations	\$ 1,653,545	\$ 1,438,511	\$ 2,625,408	\$ 1,186,897	\$ 2,160,658

****Noncash investing, capital, and financing activities:**

During the current fiscal year the Equipment Services Fund entered into equipment rental agreements requiring cash deposits totaling \$1,624,000. \$756,000 was paid in July; \$633,000 will be paid following delivery of additional equipment in September. Deposits remaining from prior year rental agreements total \$2,797,106. These deposits are considered to be equivalent to non-interest bearing loans. Interest income and rental expense of \$183,228 have been imputed to give accounting recognition to these transactions.

*Acquisition of Capital Assets Financed by Cash	\$ 2,762,000	\$ 3,577,522	\$ 2,432,965	\$ 1,144,557	\$ 2,065,706
Add: Capital contributions from departments	-	-	455,654	(455,654)	419,089
Increase (decrease) in accounts payable	-	-	323,825	(323,825)	(83,555)
Total Acquisition of Capital Assets	\$ 2,762,000	\$ 3,577,522	\$ 3,212,444	\$ 365,078	\$ 2,401,240

FIDUCIARY FUNDS

TRUST FUNDS ARE USED TO ACCOUNT FOR ASSETS HELD BY WASHOE COUNTY IN A TRUSTEE CAPACITY. AGENCY FUNDS ARE USED TO ACCOUNT FOR ASSETS HELD BY WASHOE COUNTY AS AN AGENT FOR OTHER GOVERNMENTS AND/OR OTHER FUNDS. SUCH FUNDS INCLUDE:

INVESTMENT TRUST FUND: EXTERNAL INVESTMENT POOL ADMINISTERED BY WASHOE COUNTY. VOLUNTARY PARTICIPANTS INCLUDE: NEVADA WORKS, REGIONAL TRANSPORTATION COMMISSION FUNDS, WASHOE COUNTY SCHOOL DISTRICT DEBT SERVICE FUND, LIBRARY INVESTMENT FUND AND TRWQSA JOINT VENTURE.

PUBLIC GUARDIAN PRIVATE-PURPOSE TRUST FUND: A TRUST FUND TO REPORT COURT ORDERED TRUST ARRANGEMENTS IN WHICH PRINCIPAL AND INCOME RECEIVED BY THE PUBLIC ADMINISTRATOR BENEFIT INDIVIDUALS.

WASHOE COUNTY SCHOOL DISTRICT: AGENCY FUND FOR GENERAL REVENUE COLLECTIONS.

REGIONAL TRANSPORTATION COMMISSION: AGENCY FUNDS FOR THE GENERAL FUND, TWO SPECIAL REVENUE FUNDS, TWO DEBT SERVICE FUNDS, A PROPRIETARY FUND AND AN AGENCY FUND.

GENERAL IMPROVEMENT DISTRICTS: AGENCY FUNDS FOR INCLINE VILLAGE, LEMMON VALLEY WATER AND PALOMINO VALLEY.

FIRE DISTRICTS: AGENCY FUNDS FOR NORTH LAKE TAHOE FIRE PROTECTION DISTRICT AND SIERRA FOREST/CLARK McNARY FIRE DISTRICT.

WASHOE COUNTY SHERIFF COMMISSARY AND OTHER: AGENCY FUNDS UNDER DIRECTION OF THE WASHOE COUNTY SHERIFF DEPARTMENT, INCLUDING COMMISSARY FUND, INMATE FUND, EXECUTION TRUST FUND AND OTHER MISCELLANEOUS FUNDS.

RAILROAD GRADE SEPARATION PROJECT FUND: AN AGENCY FUND TO ACCOUNT FOR COLLECTION AND DISBURSEMENT OF 1/8% SALES TAX REVENUE FOR PAYMENT OF CITY OF RENO DEBT RELATED TO RAILROAD GRADE SEPARATION PROJECTS.

DISTRICT COURT: AN AGENCY FUND TO ACCOUNT FOR DISTRICT COURT CASH BONDS.

SOUTHWEST POINTE ARROWCREEK: AN AGENCY FUND TO ACCOUNT FOR COLLECTIONS OF SPECIAL ASSESSMENTS FROM PROPERTY OWNERS IN DISTRICT NO. 23. WASHOE COUNTY IS NOT OBLIGATED IN ANY MANNER FOR DEBT INCURRED ON CAPITAL IMPROVEMENTS TO THE PROPERTIES.

OTHER: AGENCY FUNDS FOR STATE OF NEVADA, CITY OF RENO, CITY OF SPARKS, PLUS A NUMBER OF WATER, SANITATION AND TELEVISION DISTRICTS AND BOARDS, RANGE IMPROVEMENT DISTRICTS, PAYROLL REVOLVING FUND, FINANCIAL ASSURANCES FUNDS AND OTHER MISCELLANEOUS FUNDS.

**WASHOE COUNTY
AGENCY FUNDS
COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES
FOR THE YEAR ENDED JUNE 30, 2002**

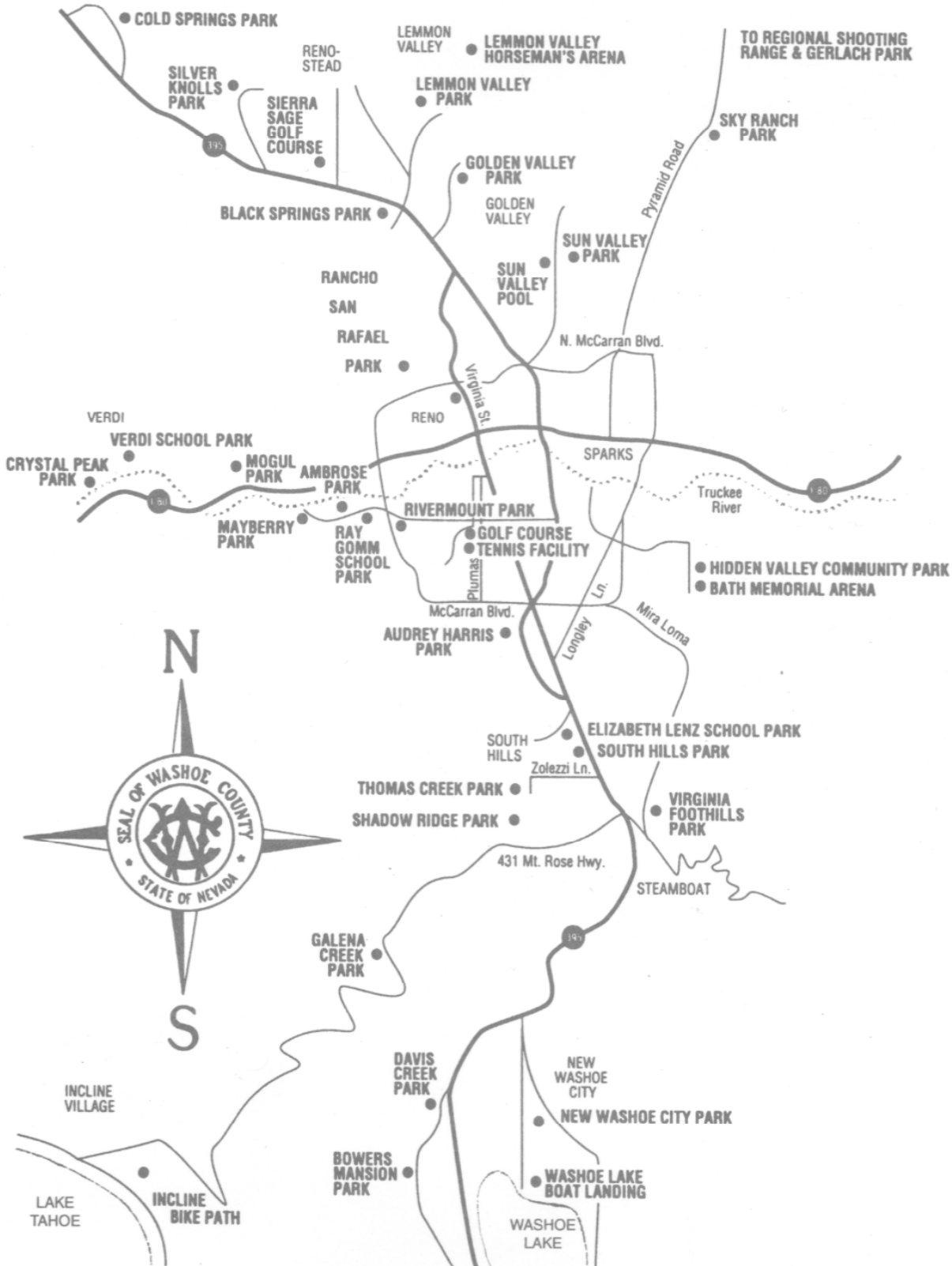
	BALANCE JULY 1, 2001	ADDITIONS	DEDUCTIONS	BALANCE JUNE 30, 2002
Washoe County School District:				
Assets:				
Cash and investments	\$ 382,398	\$ 67,569,365	\$ 67,652,225	\$ 299,538
Property taxes receivable	1,503,400	1,693,746	1,683,039	1,514,107
Total Assets	<u>\$ 1,885,798</u>	<u>\$ 69,263,111</u>	<u>\$ 69,335,264</u>	<u>\$ 1,813,645</u>
Liabilities:				
Due to other governments	<u>\$ 1,885,798</u>	<u>\$ 69,263,111</u>	<u>\$ 69,335,264</u>	<u>\$ 1,813,645</u>
Regional Transportation Commission:				
Assets:				
Accounts receivable	\$ 771,230	\$ 392,393	\$ 771,230	\$ 392,393
Consolidated tax receivable	2,240,850	2,197,406	2,240,850	2,197,406
Other taxes receivable	2,590,451	2,644,420	3,889,034	1,345,837
Due from other governments	-	7,238	-	7,238
Other assets	300	-	-	300
Total Assets	<u>\$ 5,602,831</u>	<u>\$ 5,241,457</u>	<u>\$ 6,901,114</u>	<u>\$ 3,943,174</u>
Liabilities:				
Due to other governments	<u>\$ 5,602,831</u>	<u>\$ 5,241,457</u>	<u>\$ 6,901,114</u>	<u>\$ 3,943,174</u>
General Improvement Districts:				
Assets:				
Cash and investments	\$ 100,688	\$ 4,429,709	\$ 4,281,166	\$ 249,231
Property taxes receivable	83,069	98,372	83,201	98,240
Total Assets	<u>\$ 183,757</u>	<u>\$ 4,528,081</u>	<u>\$ 4,364,367</u>	<u>\$ 347,471</u>
Liabilities:				
Due to other governments	<u>\$ 183,757</u>	<u>\$ 4,527,983</u>	<u>\$ 4,364,269</u>	<u>\$ 347,471</u>
Fire Districts:				
Assets:				
Cash and investments	\$ 409,939	\$ 8,958,763	\$ 7,896,294	\$ 1,472,408
Consolidated tax receivable	191,944	93,379	191,944	93,379
Property taxes receivable	62,878	109,624	80,534	91,968
SCCR tax receivable	58,347	61,485	58,347	61,485
Other taxes receivable	30,621	28,366	30,621	28,366
Interest receivable	170	165	170	165
Total Assets	<u>\$ 753,899</u>	<u>\$ 9,251,782</u>	<u>\$ 8,257,910</u>	<u>\$ 1,747,771</u>
Liabilities:				
Due to other governments	<u>\$ 753,899</u>	<u>\$ 9,198,859</u>	<u>\$ 8,204,987</u>	<u>\$ 1,747,771</u>
Washoe County Sheriff Commissary and Other:				
Assets:				
Cash and investments	\$ 441,259	\$ 8,553,181	\$ 8,548,987	\$ 445,453
Liabilities:				
Due to others	<u>\$ 441,259</u>	<u>\$ 8,553,181</u>	<u>\$ 8,548,987</u>	<u>\$ 445,453</u>
Railroad Grade Separation Projects:				
Assets:				
Cash and investments	\$ -	\$ 6,482,906	\$ 6,482,906	\$ -
SCCR tax receivable	1,116,572	1,095,759	1,116,572	1,095,759
Total Assets	<u>\$ 1,116,572</u>	<u>\$ 7,578,665</u>	<u>\$ 7,599,478</u>	<u>\$ 1,095,759</u>
Liabilities:				
Due to other governments	<u>\$ 1,116,572</u>	<u>\$ 7,578,665</u>	<u>\$ 7,599,478</u>	<u>\$ 1,095,759</u>

(CONTINUED)

**WASHOE COUNTY
AGENCY FUNDS
COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES
FOR THE YEAR ENDED JUNE 30, 2002**

	BALANCE JULY 1, 2001	ADDITIONS	DEDUCTIONS	BALANCE JUNE 30, 2002
Courts Trust Accounts:				
Assets:				
Cash and investments	\$ 2,321,916	\$ 7,070,762	\$ 7,552,713	\$ 1,839,965
Liabilities:				
Due to others	\$ 2,321,916	\$ 7,070,762	\$ 7,552,713	\$ 1,839,965
Southwest Pointe Arrowcreek				
Assets:				
Cash and investments	\$ 2,306,160	\$ 3,409,064	\$ 3,262,222	\$ 2,453,002
Other taxes receivable	527	7,048	527	7,048
Interest receivable	20,077	16,656	20,077	16,656
Total Assets	\$ 2,326,764	\$ 3,432,768	\$ 3,282,826	\$ 2,476,706
Liabilities:				
Due to others	\$ 2,326,764	\$ 3,432,768	\$ 3,282,826	\$ 2,476,706
Other:				
Assets:				
Cash and investments	\$ 5,166,604	\$ 179,377,877	\$ 179,161,035	\$ 5,383,446
Financial assurances	485,193	4,786,829	85,040	5,186,982
Accounts receivable	-	50	-	50
Consolidated tax receivable	5,324	10,649	5,324	10,649
Property taxes receivable	1,144,221	1,613,092	1,510,951	1,246,362
SCCR tax receivable	1,986	-	1,986	-
Other taxes receivable	-	1,357	-	1,357
Interest receivable	399	697	399	697
Due from other governments	401,580	79,748	110,119	371,209
Total Assets	\$ 7,205,307	\$ 185,870,299	\$ 180,874,854	\$ 12,200,752
Liabilities:				
Due to others	\$ 7,205,307	\$ 185,957,951	\$ 180,962,506	\$ 12,200,752
Unapportioned Collections:				
Assets:				
Cash and investments	\$ 3,800,937	\$ 338,905,611	\$ 339,838,798	\$ 2,867,750
Liabilities:				
Due to other governments	\$ 3,800,937	\$ 338,905,611	\$ 339,838,798	\$ 2,867,750
Totals, Agency Funds:				
Assets:				
Cash and investments	\$ 14,929,901	\$ 624,757,238	\$ 624,676,346	\$ 15,010,793
Financial assurances	485,193	4,786,829	85,040	5,186,982
Accounts receivable	771,230	392,443	771,230	392,443
Consolidated tax receivable	2,438,118	2,301,434	2,438,118	2,301,434
Property taxes receivable	2,793,568	3,514,834	3,357,725	2,950,677
SCCR tax receivable	1,176,905	1,157,244	1,176,905	1,157,244
Other taxes receivable	2,621,599	2,681,191	3,920,182	1,382,608
Interest receivable	20,646	17,518	20,646	17,518
Due from other governments	401,580	86,986	110,119	378,447
Other assets	300	-	-	300
Total Assets	\$ 25,639,040	\$ 639,695,717	\$ 636,556,311	\$ 28,778,446
Liabilities:				
Due to others/governments	\$ 25,639,040	\$ 639,730,348	\$ 636,590,942	\$ 28,778,446

Regional Parks

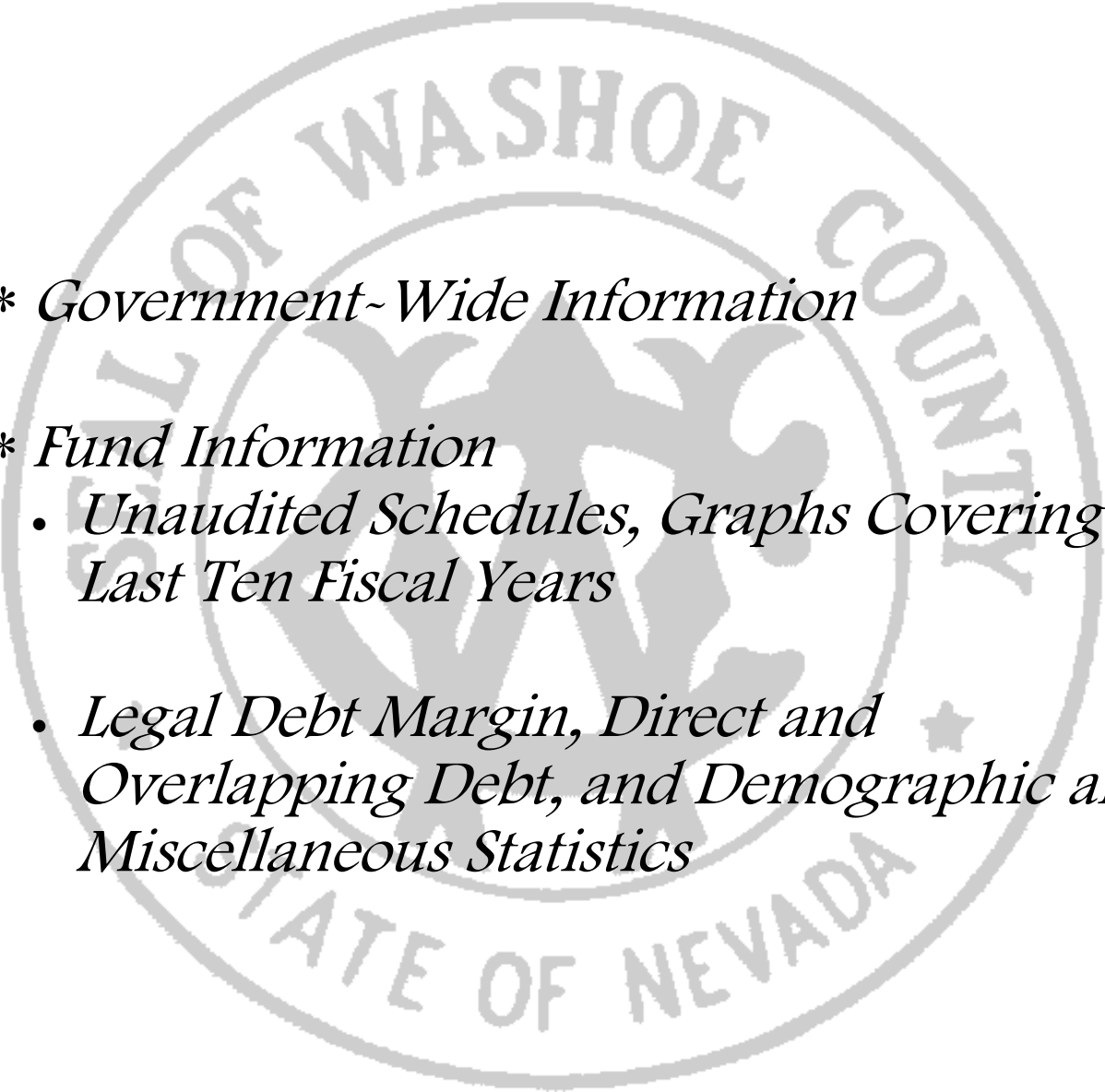




Snow Flowers
Photo by Valerie Clark Photography

STATISTICAL SECTION

(NOT COVERED BY INDEPENDENT AUDITOR'S REPORT)

- 
- * *Government- Wide Information*
 - * *Fund Information*
 - *Unaudited Schedules, Graphs Covering Last Ten Fiscal Years*
 - *Legal Debt Margin, Direct and Overlapping Debt, and Demographic and Miscellaneous Statistics*

SCHEDULE 1

**WASHOE COUNTY
GOVERNMENT-WIDE EXPENSES BY FUNCTION
LAST TWO FISCAL YEARS**

	JUNE 30, 2001	JUNE 30, 2002
General government	\$ 44,007,015	\$ 54,356,481
Judicial	37,557,910	39,704,102
Public safety	88,968,756	92,592,840
Public works	17,072,168	15,136,896
Health and sanitation	15,321,674	16,882,297
Welfare	28,346,045	32,358,556
Culture and recreation	19,206,659	23,189,154
Community support	751,782	641,102
Interest and fiscal charges	7,850,303	8,038,073
Utilities	14,858,911	16,110,834
Remediation	1,606,362	1,361,057
Golf courses	1,966,134	2,226,818
¹ Toxicology	710,131	-
² Building permits	-	2,432,459
Total	\$ 278,223,850	\$ 305,030,669

¹Toxicology lab operations were transferred to the General Fund's public safety function.

²Building permits were transferred from the General Fund's public safety function to an enterprise fund.

WASHOE COUNTY
GOVERNMENT-WIDE REVENUES
LAST TWO FISCAL YEARS

SCHEDULE 2

FISCAL YEAR	PROGRAM REVENUES				
	CHARGES FOR SERVICES	OPERATING GRANTS, INTEREST, CONTRIBUTIONS	CAPITAL GRANTS, INTEREST, CONTRIBUTIONS		
2000-01	\$ 44,020,626	\$ 21,474,656	\$ 33,148,597		
2001-02	50,173,152	25,581,449	¹ 64,666,186		

FISCAL YEAR	GENERAL REVENUES				
	GRANTS NOT RESTRICTED TO SPECIFIC PROGRAMS	UNRESTRICTED INVESTMENT EARNING	MISCELLANEOUS	TAXES	TOTAL
2000-01	\$ 1,536,087	\$ 6,230,080	\$ 28,371	\$ 217,778,530	\$ 324,216,947
2001-02	1,671,400	4,976,315	183,614	227,117,273	374,369,389

¹Increase over prior year due primarily to donations of \$27.9 million from the Regional Transportation Commission for completed infrastructure projects, \$2.3 million from the City of Reno for the Sierra Court building and \$2 million from the State for the Jan Evans Regional Juvenile Justice Center.

**WASHOE COUNTY
GENERAL GOVERNMENT REVENUES BY SOURCE
FOR GOVERNMENTAL FUND TYPES
LAST TEN FISCAL YEARS**

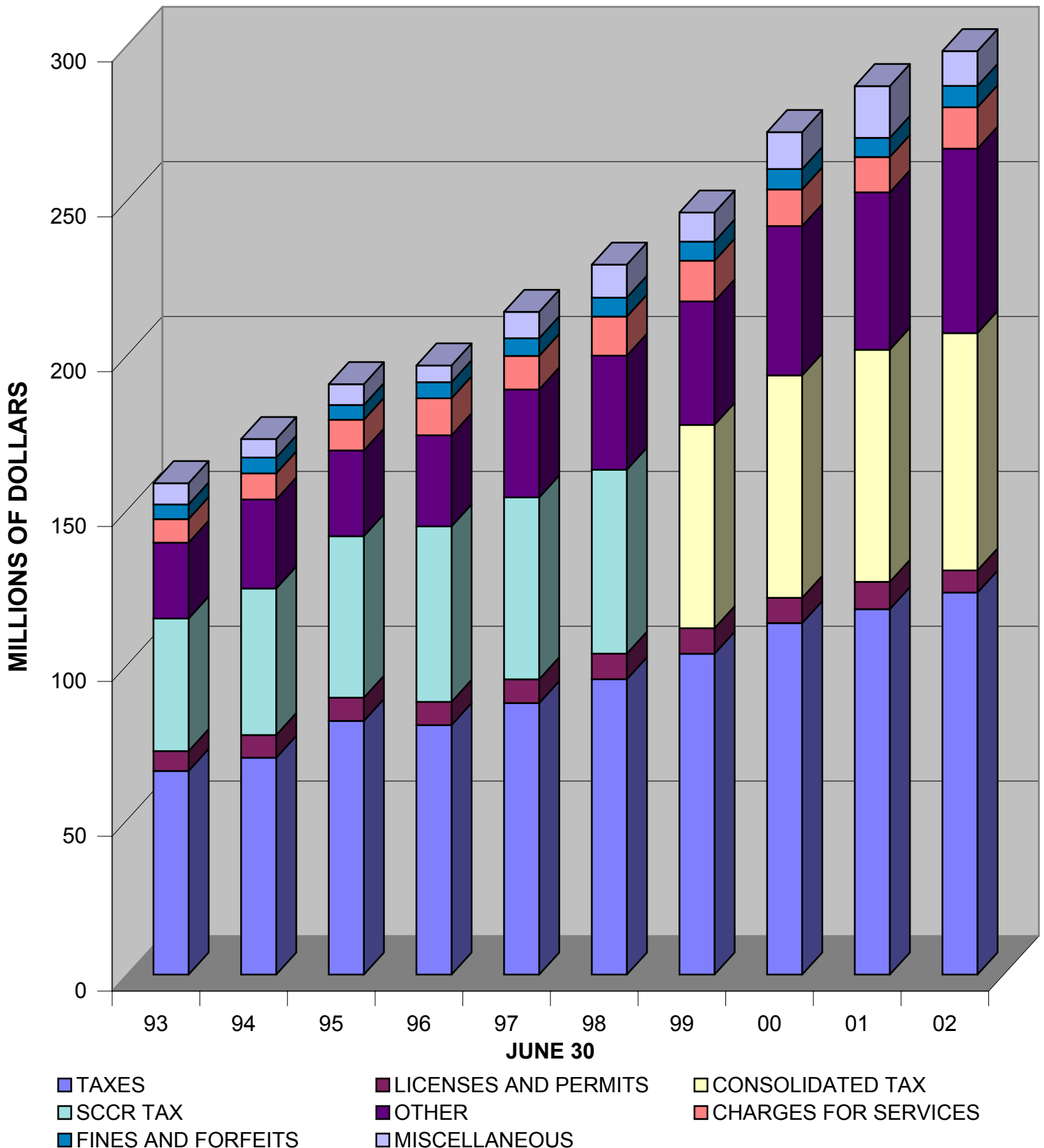
FISCAL YEAR	TAXES	LICENSES AND PERMITS	INTERGOVERNMENTAL		
			CONSOLIDATED TAX	SUPPLEMENTAL CITY/COUNTY RELIEF TAX (SCCRT)	OTHER
1992-93	\$ 65,757,076	\$ 6,368,591	\$ -	\$ 42,823,560	\$ 24,500,486
1993-94	69,998,510	7,348,261	-	47,310,324	28,720,372
1994-95	81,897,309	7,484,292	-	52,169,012	27,666,004
1995-96	80,549,558	7,502,686	-	56,652,857	29,423,357
1996-97	87,640,034	7,701,282	-	58,721,682	34,858,779
1997-98	95,362,921	8,238,290	-	59,416,065	36,788,795
1998-99 (1) (2)	103,589,310	8,232,903	65,657,128	-	39,884,497
1999-00	113,489,745	8,142,796	71,825,215	-	48,197,852
2000-01 (3)	117,990,686	8,786,078	74,971,676	-	50,800,335
2001-02 (4)	123,337,708	7,154,498	76,632,358	-	59,520,857

FISCAL YEAR	CHARGES FOR SERVICES	FINES AND FORFEITS	MISCELLANEOUS	TOTAL
1992-93	\$ 7,625,096	\$ 4,695,750	\$ 6,892,052	\$ 158,662,611
1993-94	8,423,415	5,127,545	5,959,834	172,888,261
1994-95	9,900,267	4,772,656	6,742,700	190,632,240
1995-96	11,942,428	5,177,520	5,423,881	196,672,287
1996-97	10,813,659	5,680,249	8,540,205	213,955,890
1997-98	12,627,572	6,101,431	10,685,909	229,220,983
1998-99	13,108,428	6,189,844	9,363,336	246,025,446
1999-00	11,865,658	6,580,281	11,908,502	272,010,049
2000-01	11,423,783	6,155,012	16,738,679	286,866,249
2001-02	13,385,716	6,903,636	11,214,695	298,149,468

- (1) Effective July 1, 1998, Senate Bill 254 of the 1997 Legislature amended NRS 377.080 to form the Local Government Tax Distribution Fund. This fund consists of local government revenues from six sources: Supplemental City/County Relief Tax (SCCRT), Basic City/County Relief Tax (BCCRT), Cigarette Tax, Liquor Tax, General Services Tax, and Real Property Transfer Tax. These revenue sources comprise the Consolidated Tax, and replace prior year SCCRT and other tax distributions.
- (2) Prior to 1998-99, SCCRT-AB 104 was included with SCCRT. In 1998-99, SCCRT-AB104 is included with Intergovernmental - Other due to changes in statutory allocations. Years prior to 1998-99 were not restated. Also included in Intergovernmental - Other are revenues collected from the Infrastructure Sales Tax.
- (3) Includes general, special revenue, debt service, capital projects, and expendable trust funds for years ending prior to 1999-00. Expendable trust funds were reclassified in year 2000-01 to special revenue or capital projects funds as required for implementation of GASB No. 34.
- (4) The decrease in licenses and permits resulted from the establishment of an enterprise fund for the operations of the Building & Safety Department, previously included in the General Fund.

WASHOE COUNTY

GENERAL GOVERNMENT REVENUES BY SOURCE FOR GOVERNMENTAL FUND TYPES LAST TEN FISCAL YEARS



**WASHOE COUNTY
GENERAL GOVERNMENT EXPENDITURES BY FUNCTION
FOR GOVERNMENTAL FUND TYPES
LAST TEN FISCAL YEARS**

FISCAL YEAR	GENERAL GOVERNMENT	JUDICIAL	PUBLIC SAFETY	PUBLIC WORKS	HEALTH AND SANITATION	WELFARE
1992-93	\$ 25,875,335	\$ 18,360,292	\$ 47,329,675	\$ 9,010,784	\$ 8,601,684	\$ 15,841,885
1993-94	26,867,008	20,007,250	50,094,067	12,484,154	9,796,323	17,038,017
1994-95	29,942,892	22,042,436	54,429,274	11,140,855	10,980,032	18,247,849
1995-96	32,614,543	24,168,278	58,712,545	15,098,998	12,291,260	19,128,071
1996-97	32,586,604	26,020,629 (2)	63,867,551	13,909,974	13,078,755	19,957,225
1997-98	33,120,675	28,230,029	69,141,777	16,109,125	13,719,869	22,616,244
1998-99	34,956,965	30,039,546	73,516,507	15,772,895	13,907,235	24,215,160
1999-00	38,068,693	33,018,484	79,974,631	18,529,665	13,652,821	26,056,491
2000-01	41,920,966	35,977,399	84,471,315	16,931,611	14,187,382	28,040,764
2001-02	44,044,891	37,898,580	88,629,552	16,120,511	14,980,833	30,657,770

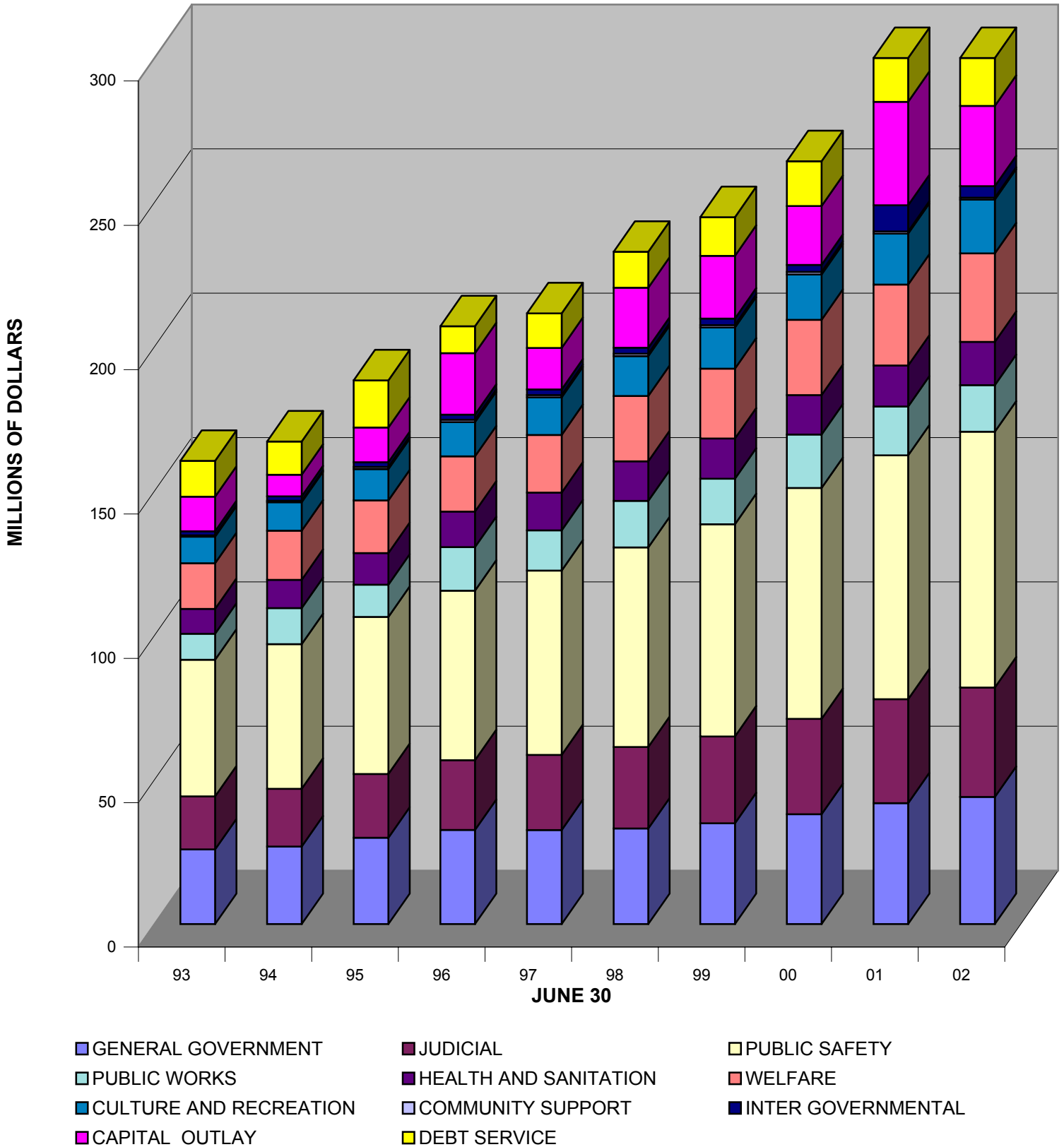
FISCAL YEAR	CULTURE AND RECREATION	COMMUNITY SUPPORT	INTER- GOVERNMENTAL	CAPITAL OUTLAY	DEBT SERVICE	TOTALS
1992-93	\$ 9,175,791	\$ 451,670	\$ 1,437,079	\$ 11,960,034	\$ 12,405,213	\$ 160,449,442
1993-94	9,867,293	469,711	1,558,636	7,472,184	11,501,350	167,155,993
1994-95	10,811,909	765,626	1,648,234	11,992,044 (1)	16,335,486	188,336,637
1995-96	11,877,783	800,699	1,768,802	21,304,041	9,300,051	207,065,071
1996-97	13,055,884	772,155	1,929,451	14,392,700	11,985,112	211,556,041
1997-98	13,809,994	820,198	2,060,752	20,821,069	12,413,363	232,863,095
1998-99	14,245,458	834,388	2,254,169	21,729,348	13,391,146	244,862,817
1999-00	15,699,300	908,026	2,425,240	20,401,629	15,506,623	264,241,603
2000-01	17,629,988	751,782	9,104,860	35,805,374	16,841,094	301,662,535
2001-02	18,637,189	641,102	3,992,280	27,806,506	17,816,251	301,225,465

(1) Debt Service expenditures include payment for retirement of \$5,700,000 in principal of Special Assessment No. 9 local improvement bonds.

(2) Public Safety expenditures increased due to the rise in jail population resulting in increased personnel and medical expenditures.

WASHOE COUNTY

GENERAL GOVERNMENT EXPENDITURES BY FUNCTION FOR GOVERNMENTAL FUND TYPES LAST TEN FISCAL YEARS



WASHOE COUNTY
SCHEDULE OF PROPERTY TAX RATES AND ASSESSED VALUATIONS
FOR THE YEARS ENDED JUNE 30, 1993, THROUGH JUNE 30, 2002
(TAX RATES PER \$100 ASSESSED VALUATION)

	<u>JUNE 30, 1993</u>	<u>JUNE 30, 1994</u>	<u>JUNE 30, 1995</u>	<u>JUNE 30, 1996</u>
WASHOE COUNTY				
General Fund	\$.8195	\$.8487	\$.9230	\$.9326
General Fund - AB 104	.0822	.0672	.0272	.0272
Agricultural Extension Fund	.0100	.0100	.0100	.0100
Indigent Tax Levy Fund	.1000	.1000	.1000	.1000
Child Protective Services Fund	.0400	.0400	.0400	.0400
Senior Services Fund	.0100	.0100	.0100	.0100
Library Expansion Fund	.0000	.0000	.0000	.0000
Debt Service Fund	.0931	.0841	.0841	.0745
Capital Facilities Fund	.0500	.0500	.0500	.0500
Total, Washoe County Funds	1.2048	1.2100	1.2443	1.2443
STATE OF NEVADA	.1440	.1500	.1500	.1500
WASHOE COUNTY SCHOOL DISTRICT	1.0835	1.1135	1.1135	1.1135
Total, Washoe County Unincorporated Area	\$ <u>2.4323</u>	\$ <u>2.4735</u>	\$ <u>2.5078</u>	\$ <u>2.5078</u>
CITY OF RENO				
City of Reno	\$.7169	\$.7451	\$.7487	\$.7401
Washoe County	2.4323	2.4735	2.5078	2.5078
Washoe Regional Water Planning Board	.0050	.0050	.0050	.0050
Total, City of Reno	\$ <u>3.1542</u>	\$ <u>3.2236</u>	\$ <u>3.2615</u>	\$ <u>3.2529</u>
CITY OF SPARKS				
City of Sparks	\$.8329	\$.8329	\$.8825	\$.8825
Washoe County	2.4323	2.4735	2.5078	2.5078
Washoe Regional Water Planning Board	.0050	.0050	.0050	.0050
Total, City of Sparks	\$ <u>3.2702</u>	\$ <u>3.3114</u>	\$ <u>3.3953</u>	\$ <u>3.3953</u>
ASSESSED VALUATION				
Washoe County, Unincorporated Area	\$ 1,590,978,154	\$ 1,752,821,400	\$ 1,873,913,034	\$ 2,038,993,902
City of Reno	2,508,638,395	2,563,395,554	2,691,664,706	2,895,914,913
City of Sparks	809,044,159	863,634,414	874,813,278	928,630,519
Total, Washoe County	\$ <u>4,908,660,708</u>	\$ <u>5,179,851,368</u>	\$ <u>5,440,391,018</u>	\$ <u>5,863,539,334</u>

SCHEDULE 5

<u>JUNE 30, 1997</u>	<u>JUNE 30, 1998</u>	<u>JUNE 30, 1999</u>	<u>JUNE 30, 2000</u>	<u>JUNE 30, 2001</u>	<u>JUNE 30, 2002</u>
\$.9476	\$.9528	\$.9528	\$.9661	\$.9461	\$.9631
.0272	.0272	.0272	.0272	.0272	.0272
.0100	.0100	.0100	.0100	.0100	.0100
.1000	.1000	.1000	.0900	.0900	.0850
.0400	.0400	.0400	.0400	.0400	.0400
.0100	.0100	.0100	.0100	.0100	.0100
.0000	.0000	.0000	.0000	.0200	.0200
.0595	.0595	.0595	.0562	.0562	.0652
.0500	.0500	.0500	.0500	.0500	.0500
<u>1.2443</u>	<u>1.2495</u>	<u>1.2495</u>	<u>1.2495</u>	<u>1.2495</u>	<u>1.2705</u>
.1500	.1500	.1500	.1500	.1500	.1500
<u>1.1135</u>	<u>1.0985</u>	<u>1.0985</u>	<u>1.1385</u>	<u>1.1385</u>	<u>1.1385</u>
<u>\$ 2.5078</u>	<u>\$ 2.4980</u>	<u>\$ 2.4980</u>	<u>\$ 2.5380</u>	<u>\$ 2.5380</u>	<u>\$ 2.5590</u>
\$.7534	\$.8546	\$.9076	\$.9076	\$.9076	\$ 0.9556
2.5078	2.4980	2.4980	2.5380	2.5380	2.5590
.0050	-	-	-	-	-
<u>\$ 3.2662</u>	<u>\$ 3.3526</u>	<u>\$ 3.4056</u>	<u>\$ 3.4456</u>	<u>\$ 3.4456</u>	<u>\$ 3.5146</u>
\$.7071	\$.7071	\$.8106	\$.8106	\$.8106	\$.8653
2.5078	2.4980	2.4980	2.5380	2.5380	2.5590
.0050	-	-	-	-	-
<u>\$ 3.2199</u>	<u>\$ 3.2051</u>	<u>\$ 3.3086</u>	<u>\$ 3.3486</u>	<u>\$ 3.3486</u>	<u>\$ 3.4243</u>
\$ 2,268,154,856	\$ 2,628,698,453	\$ 2,782,817,311	\$ 2,913,572,101	\$ 2,923,079,310	\$ 3,237,624,085
3,140,777,726	3,222,244,414	3,504,566,723	3,869,088,594	4,318,882,571	4,380,915,854
<u>1,073,353,993</u>	<u>1,097,832,871</u>	<u>1,213,473,000</u>	<u>1,302,885,075</u>	<u>1,382,425,008</u>	<u>1,478,157,655</u>
<u>\$ 6,482,286,575</u>	<u>\$ 6,948,775,738</u>	<u>\$ 7,500,857,034</u>	<u>\$ 8,085,545,770</u>	<u>\$ 8,624,386,889</u>	<u>\$ 9,096,697,594</u>

SCHEDULE 6

WASHOE COUNTY
 ASSESSED AND ESTIMATED ACTUAL
 VALUE OF TAXABLE PROPERTY
 LAST TEN FISCAL YEARS

FISCAL YEAR	REAL PROPERTY		PERSONAL PROPERTY	
	ASSESSED VALUE	ESTIMATED ACTUAL VALUE	ASSESSED VALUE	ESTIMATED ACTUAL VALUE
1992-93	\$ 4,467,776,866	\$ 12,765,076,760	\$ 440,883,842	\$ 1,259,668,120
1993-94	4,800,765,233	13,716,472,094	379,086,135	1,083,103,243
1994-95	5,063,646,763	14,467,562,180	376,744,255	1,076,412,157
1995-96	5,426,028,813	15,502,939,466	437,510,521	1,250,030,060
1996-97	6,043,276,023	17,266,502,923	439,010,552	1,254,315,863
1997-98	6,462,337,241	18,463,820,689	486,438,497	1,389,824,277
1998-99	6,953,107,345	19,866,020,986	547,749,689	1,564,999,111
1999-00	7,531,190,690	21,517,687,686	554,355,080	1,583,871,657
2000-01	8,063,195,101	23,037,700,288	561,191,788	1,603,405,109
2001-02	8,498,435,597	24,281,244,563	598,261,997	1,709,319,991

FISCAL YEAR	TOTAL		ASSESSED VALUE TO ESTIMATED VALUE
	ASSESSED VALUE	ESTIMATED ACTUAL VALUE	
1992-93	\$ 4,908,660,708	\$ 14,024,744,880	35.0%
1993-94	5,179,851,368	14,799,575,337	35.0%
1994-95	5,440,391,018	15,543,974,337	35.0%
1995-96	5,863,539,334	16,752,969,526	35.0%
1996-97	6,482,286,575	18,520,818,786	35.0%
1997-98	6,948,775,738	19,853,644,966	35.0%
1998-99	7,500,857,034	21,431,020,097	35.0%
1999-00	8,085,545,770	23,101,559,343	35.0%
2000-01	8,624,386,889	24,641,105,397	35.0%
2001-02	9,096,697,594	25,990,564,554	35.0%

WASHOE COUNTY
PROPERTY TAX LEVIES AND COLLECTIONS FOR ALL GOVERNMENTS
LAST TEN FISCAL YEARS

SCHEDULE 7

FISCAL YEAR	NET SECURED ROLL TAX LEVY	CURRENT TAX COLLECTIONS	DELINQUENT TAX COLLECTIONS	TOTAL TAX COLLECTIONS	OUTSTANDING DELINQUENT TAXES
1992-93	\$ 144,704,510	\$ 140,423,405	\$ 4,164,129	\$ 144,587,534	\$ 116,976
1993-94	152,405,532	148,474,493	3,809,693	152,284,186	121,346
1994-95	165,037,382	161,793,362	3,116,819	164,910,181	127,201
1995-96	179,262,002	176,651,156	2,498,466	179,149,622	112,380
1996-97	197,485,658	194,326,837	3,040,098	197,366,935	118,723
1997-98	212,203,187	208,715,129	3,364,420	212,079,549	123,638
1998-99	239,267,466	235,399,065	3,712,720	239,111,785	155,681
1999-00	261,772,324	258,385,749	3,103,939	261,489,688	282,636
2000-01	273,864,229	270,702,031	2,279,234	272,981,265	882,964
2001-02	291,602,632	288,339,841	-	288,339,841	3,262,791

FISCAL YEAR	PERCENT OF CURRENT TAXES COLLECTED	TOTAL COLLECTIONS AS PERCENT OF TOTAL TAX LEVY	OUTSTANDING TAXES AS % OF TOTAL TAX LEVY
1992-93	97.041%	99.919%	0.081%
1993-94	97.421%	99.920%	0.080%
1994-95	98.034%	99.923%	0.077%
1995-96	98.544%	99.937%	0.063%
1996-97	98.400%	99.940%	0.060%
1997-98	98.356%	99.942%	0.058%
1998-99	98.383%	99.935%	0.065%
1999-00	98.706%	99.892%	0.108%
2000-01	98.845%	99.678%	0.322%
2001-02	98.881%	98.881%	1.119%

Source: Washoe County Treasurer's Office

SCHEDULE 8

**WASHOE COUNTY
2002/03 TEN LARGEST ASSESSED VALUATIONS
IN WASHOE COUNTY**

	<u>TYPE OF BUSINESS</u>	<u>ASSESSED VALUATION</u>	<u>PERCENTAGE OF TOTAL ASSESSED VALUATION</u>
1. SIERRA PACIFIC POWER COMPANY	UTILITY	\$ 140,363,693	1.5%
2. CIRCUS CIRCUS & ELDORADO JOINT VENTURE	HOTEL/CASINO	83,769,545	0.9%
3. NEVADA BELL	UTILITY	58,223,546	0.6%
4. PEPPERMILL CASINOS, INC.	HOTEL/CASINO	56,924,673	0.6%
5. SPARKS NUGGET	HOTEL/CASINO	47,784,337	0.5%
6. DERMODY INDUSTRIAL GROUP	WAREHOUSING	46,118,825	0.5%
7. ELDORADO RESORTS LLC	HOTEL/CASINO	43,398,729	0.5%
8. FHR CORPORATION	HOTEL/CASINO	43,290,984	0.4%
9. CIRCUS CIRCUS CASINOS, INC.	HOTEL/CASINO	40,304,667	0.4%
10. HARRAH'S CLUB	HOTEL/CASINO	38,780,077	0.4%
TOTAL, TEN LARGEST TAXPAYERS		598,959,076	6.3%
TOTAL, OTHER TAXPAYERS		8,862,073,421	93.7%
TOTAL, ASSESSED VALUATIONS		\$ 9,461,032,497	100.0%

The chart represents the ten largest parcel assessments based on property-owning taxpayers in the County and the respective taxable assessed values of such parcels for the 2002/03 fiscal year. According to the Washoe County Assessor's Office, a determination of the largest parcel assessments can be made only by manually reviewing individual assessment records. Therefore, it is possible that an owner of several parcels may have an aggregate assessed value that is larger than those listed above. No independent investigation has been made of, and consequently there can be no representation as to, the financial condition of the taxpayers listed above, or that such taxpayers will continue to maintain their status as major taxpayers based on the assessed valuation of their property in the County.

SOURCE: WASHOE COUNTY ASSESSOR'S OFFICE

**WASHOE COUNTY
SPECIAL ASSESSMENT COLLECTIONS
LAST TEN FISCAL YEARS**

SCHEDULE 9

FISCAL YEAR	TOTAL OUTSTANDING ASSESSMENTS BEGINNING OF YEAR	TOTAL ASSESSMENTS DURING THE FISCAL YEAR	CURRENT ASSESSMENTS COLLECTED	TOTAL OUTSTANDING ASSESSMENTS END OF YEAR
1992-93	\$ 15,947,323	\$ -	\$ 2,042,453	\$ 13,904,870
1993-94	13,904,870	-	2,313,244	11,591,626
1994-95	11,591,626	-	7,340,776	4,250,850
1995-96	4,250,850	-	1,195,877	3,054,973
1996-97	3,054,973	5,500,000	789,905	7,765,068
1997-98 (1)	7,765,068	-	981,079	6,783,989
1998-99 (1)	6,783,989	490,929	1,011,104	6,263,814
1999-00 (1)	6,263,814	982,005	2,293,756	4,952,063
2000-01	4,952,063	-	1,833,598	3,118,465
2001-02	3,118,465	619,001	698,318	3,039,148

- (1) Years 1997-98 through 1999-00 were restated to reflect the reclassification of Special Assessment District No. 23 Southwest Pointe, to an Agency Fund. SAD No. 23 bonds do not constitute debt or indebtedness of the County within the meaning of any constitutional or statutory provisions or limitations, and shall not be considered debt of the County.

NOTE: No presentation is made which reflects the ratio of current collections to assessments due since the installment collection period can range from five to ten years, and the collection experience varies widely from district to district.

Nevada Revised Statutes (NRS 271.165) empower the governing body of a County on behalf of the municipality and in its name, without any election, from time to time to acquire, improve, equip, operate and maintain within or without the municipality, various improvements supported by special assessment taxes. Currently, such projects include sanitary sewer projects, water projects and road improvements.

SCHEDULE 10**WASHOE COUNTY
COMPUTATION OF LEGAL DEBT MARGIN
JUNE 30, 2002**

Assessed value of taxable property for 2002/2003 tax year			\$ 9,461,032,497
Debt limit applicable to Washoe County (10% of Assessed Valuation)			\$ 946,103,250
Total bonded debt	\$	319,871,862	
Less: Special assessment bonds		2,313,000	
Special revenue bonds		21,185,000	
Amount available for repayment of general obligation bonds		20,242,772	
Debt subject to debt limitation			276,131,090
Legal debt margin			\$ 669,972,160

The statutory county debt limit is 10% of the assessed value of all taxable property in the County, as set forth in Chapter 244A.059 of the Nevada Revised Statutes.

County general obligation bonded debt includes proprietary fund general obligation bonds, (\$31,090,969), and Reno-Sparks Convention & Visitors Authority bonds, (\$150,578,651), as well as governmental fund general obligation bonds (\$113,119,242), Truckee Meadows Fire Protect District bonds (\$965,000), and South Truckee Meadows General Improvement District bonds (\$620,000).

WASHOE COUNTY
COMPUTATION OF GENERAL OBLIGATION
DIRECT AND OVERLAPPING DEBT
JUNE 30, 2002

SCHEDULE 11

NAME OF GOVERNMENT UNIT:	<u>GENERAL OBLIGATION DEBT OUTSTANDING</u>	<u>PRESENT SELF-SUPPORTING GENERAL OBLIGATION DEBT</u>	<u>PERCENT APPLICABLE TO WASHOE COUNTY*</u>	<u>APPLICABLE NET DEBT</u>
Washoe County - Governmental				
Activity bonds	\$ 114,084,242	\$ 22,316,952	100%	\$ 91,767,290
Washoe County - Business-Type				
Activity bonds	31,090,969	31,090,969	100%	-
Washoe County - Special Assessment				
Bonds (1)	2,313,000	2,313,000	100%	-
Washoe County - South Truckee				
Meadows General Improvement District	620,000	620,000	100%	-
Washoe County School				
District	335,989,000	-	100%	335,989,000
Reno-Sparks Convention &				
Visitors Authority	150,578,651	150,578,651	100%	-
City of Reno	35,515,000	-	100%	35,515,000
City of Reno supported by				
specific revenue	8,950,000	8,950,000	100%	-
City of Reno supported by sales tax				
and room tax revenues	222,870,000	222,870,000	100%	-
Redevelopment Agency of				
City of Reno	46,905,000	-	100%	46,905,000
Reno - Special Assessment Bonds (1)	6,812,813	6,812,813	100%	-
City of Sparks	22,430,000	-	100%	22,430,000
Redevelopment Agency of				
City of Sparks	37,017,803	-	100%	37,017,803
Sparks - Sewer/Utility Bonds	15,282,364	15,282,364	100%	-
Totals	<u>\$ 1,030,458,842</u>	<u>\$ 460,834,749</u>		<u>\$ 569,624,093</u>

*Percent applicable to Washoe County is a geographic interpretation.

- (1) Special assessment bonds are not general obligations of Washoe County, or of the Cities of Reno and Sparks. If, however, the special assessments collected, with all other available resources were insufficient to meet debt service requirements on these bonds, the respective bond ordinances require that the deficiency be made up with the governments' general funds.

SCHEDULE 12

WASHOE COUNTY
RATIO OF ANNUAL DEBT SERVICE EXPENDITURES
FOR GENERAL OBLIGATION BONDED DEBT (1)
TO TOTAL GENERAL GOVERNMENTAL EXPENDITURES
LAST TEN FISCAL YEARS

<u>FISCAL YEAR</u>	<u>PRINCIPAL (1)</u>	<u>INTEREST (2)</u>	<u>TOTAL DEBT SERVICE (3)</u>	<u>TOTAL GOVERNMENTAL EXPENDITURES (4)</u>	<u>RATIO OF DEBT SERVICE TO TOTAL GENERAL EXPENDITURES</u>
1992-93 (Note A)	\$ 31,540,000	\$ 3,575,581	\$ 35,115,581	\$ 160,449,442	21.9
1993-94	5,345,000	2,910,500	8,255,500	167,155,993	4.9
1994-95	4,415,000	3,195,843	7,610,843	188,336,637	4.0
1995-96	4,765,000	2,944,603	7,709,603	207,065,071	3.7
1996-97	6,685,000	3,367,893	10,052,893	211,556,040	4.8
1997-98	6,565,000	4,104,160	10,669,160	232,863,095	4.6
1998-99	6,595,000	3,788,267	10,383,267	244,862,817	4.2
1999-00	5,955,000	3,798,424	9,753,424	264,241,600	3.7
2000-01	6,355,000	3,807,665	10,162,665	301,662,535	3.4
2001-02	7,535,504	5,449,978	12,985,482	301,225,465	4.3

(1) General obligation bonded debt excludes debt reported in enterprise funds, revenue bonds, and special assessment bonds.

(2) Excludes bond issuance and other debt service costs.

(3) Includes only payments related to general obligation bonded debt.

(4) Includes all of the general governmental expenditures.

NOTE A: Debt service expenditures for 1992-93 were significantly higher because of the payment in advance of maturity of \$25,360,000 in outstanding debt from the proceeds of a refunding bond issue totalling \$29,820,000. The ratio of debt service to general expenditures without payment on the advance refunding is 6.5.

**RATIO OF NET GENERAL OBLIGATION BONDED DEBT TO
ASSESSED VALUE AND NET GENERAL OBLIGATION BONDED DEBT PER CAPITA
LAST TEN FISCAL YEARS**

FISCAL YEAR	ASSESSED VALUATION	GROSS GENERAL BONDED DEBT (1)	DEBT SERVICE FUND BALANCE AVAILABLE(2)	NET BONDED DEBT
1992-93	\$ 4,908,660,708	\$ 60,515,000	\$ 3,826,014	\$ 56,688,986
1993-94	5,179,851,368	59,935,000	4,341,370	55,593,630
1994-95	5,440,391,018	55,520,000	5,261,028	50,258,972
1995-96	5,863,539,334	55,755,000	5,091,707	50,663,293
1996-97	6,482,286,575	78,070,000	4,504,799	73,565,201
1997-98	6,948,775,738	72,025,200	4,295,290	67,729,910
1998-99	7,500,857,034	74,642,784	5,460,969	69,181,815
1999-00	8,085,545,770	69,784,194	5,501,173	64,283,021
2000-01	8,624,386,889	102,765,773	5,768,724	96,997,049
2001-02	9,096,697,594	114,084,242	8,799,183	105,285,059

FISCAL YEAR	RATIO OF NET BONDED DEBT TO ASSESSED VALUE	(3) POPULATION	NET BONDED DEBT PER CAPITA
1992-93	1.15%	266,755	\$ 212.51
1993-94	1.07%	271,850	204.50
1994-95	0.92%	279,820	179.61
1995-96	0.86%	291,050	174.07
1996-97	1.13%	303,240	242.60
1997-98	0.97%	308,700	219.40
1998-99	0.92%	311,350	222.20
1999-00	0.80%	323,670	198.61
2000-01	1.12%	339,486	285.72
2001-02	1.16%	353,271	298.03

(1) General obligation bonded debt excludes debt reported in enterprise funds, revenue bonds, and special assessment bonds.

(2) Amount available for repayment of general obligation bonds. Excludes Special Assessment Debt Service Fund.

(3) Nevada State Demographer as of July 1, as certified by the Governor, 1993-2001
Washoe County Department of Community Development, 2002

SCHEDULE 14

WASHOE COUNTY
SCHEDULE OF REVENUE BOND COVERAGE
LAST TEN FISCAL YEARS

FISCAL YEAR	GROSS REVENUE	EXPENSES/ EXPENDITURES	NET REVENUE AVAILABLE FOR DEBT SERVICE	DEBT SERVICE REQUIREMENTS			COVERAGE RATIOS
				PRINCIPAL	INTEREST	TOTAL	
Water Resources Fund General Obligation Revenue Backed Bonds (1):							
1992-93	\$ 3,419,010	\$ 2,086,410	\$ 1,332,600	\$ 50,000	\$ 83,400	\$ 133,400	9.99
1993-94	4,637,705	3,080,103	1,557,602	50,000	81,840	131,840	11.81
1994-95	6,251,460	3,961,469	2,289,991	115,000	116,823	231,823	9.88
1995-96	6,733,594	4,420,904	2,312,690	-	36,335	36,335	63.65
1996-97	9,558,786	6,466,880	3,091,906	800,000	96,745	896,745	3.45
1997-98	8,046,251	6,473,485	1,572,766	165,000	170,003	335,003	4.69
1998-99	9,527,132	7,844,625	1,682,507	188,002	241,316	429,318	3.92
1999-00	12,935,852	9,352,130	3,583,722	307,159	243,344	550,503	6.51
2000-01	11,121,656	9,548,917	1,572,739	238,743	231,619	470,362	3.34
2001-02	11,072,448	10,217,731	854,717	302,551	290,308	592,859	1.44
Remediation District General Obligation Revenue Backed Bonds (2):							
2000-01	\$ 1,875,362	\$ 1,391,903	\$ 483,459	\$ -	\$ 72,342	\$ 72,342	6.68
2001-02	1,887,295	1,104,307	782,988	255,000	144,163	399,163	1.96
Golf Course Fund General Obligation Revenue Backed Bonds (3):							
1997-98	\$ 1,798,362	\$ 1,441,520	\$ 356,842	\$ -	\$ 76,113	\$ 76,113	4.69
1998-99	1,654,531	1,408,179	246,352	95,000	149,969	244,969	1.01
1999-00	1,866,860	1,438,159	428,701	95,000	145,456	240,456	1.78
2000-01	1,791,307	1,546,730	244,577	100,000	140,825	240,825	1.02
2001-02	1,841,674	1,654,189	187,485	105,000	135,956	240,956	0.78
Sales Tax Revenue Bonds (4):							
1998-99	\$ 1,467,814	\$ 20,473	\$ 1,447,341	\$ -	\$ 442,989	\$ 442,989	3.27
1999-00	6,063,110	2,942,075	3,121,035	-	1,048,118	1,048,118	2.98
2000-01	6,366,727	1,225,720	5,141,007	355,000	1,041,018	1,396,018	3.68
2001-02	6,485,764	3,838,503	2,647,261	375,000	1,026,417	1,401,417	1.89

- (1) Gross revenue for the Water Resources Fund includes General Fund contributions and excludes investment earnings. Expenses are exclusive of depreciation. Principal and interest requirements include amounts for Water Sewer Series 1997, Lemmon Valley Sewer Series 1997, Sewer Bonds Series 2000A & 2000B, and Sewer Bonds Series 2001. Revenue from sewer and water water operations are pledged for debt payments on all revenue bonds.
- (2) Gross revenue for the Remediation District represents a special tax imposed on properties within the District for remediating of water quality. Expenses are exclusive of depreciation. Principal and interest requirements are for the Ground Water Remediation Bonds Series November 1, 2000.
- (3) Gross revenue consists of revenue from the Golf Course Fund operations pledged for debt payment and excludes investment earnings. Principal and interest requirements are for Golf Course Series 1997 revenue bonds.
- (4) Gross revenue for the Sales Tax Revenue Bonds represents pledged sales tax collections at the rate of 0.125% of taxable sales. Sales tax revenue collections are accounted for in the Infrastructure Fund. The bonds are payable solely from pledged sales tax revenue. Expenditures include all capital outlay costs supported with sales tax revenue in the Infrastructure Fund.

**WASHOE COUNTY
MISCELLANEOUS STATISTICAL DATA
JUNE 30, 2002**

SCHEDULE 15

Date of Legislative Enactment: 1861

Form of Government:

Type: Commission – Manager
Commission composed of County Manager and
Five Commissioners

Terms of Office:

Commissioners – 4 year term
Manager – appointed by Commission

Area: 6,600 square miles

Average Annual Temperature: 52 degrees

Average Annual Rainfall: 6.68 inches

Fire Protection:

Number of stations with paid personnel: 4
Number of volunteer stations: 12
Personnel provided by City of Reno Fire Department

Police Protection:

Sheriff
Number of commissioned employees: 439
Number of non-commissioned employees: 277
Clearance rate – part one offenses: 35%
Average daily jail population: 1038

Miles of Road:

Paved: 635
Unpaved: 405

Number of Traffic Signals: 23

Parks and Recreation:

Number of major/regional parks: 18
Number of community/neighborhood parks: 42
Developed park acreage: 4,163
Undeveloped park acreage: 4,868
Number of special use facilities: 19
Number of playgrounds: 42
Number of golf courses: 2
Swimming pools: 2
Camping sites: 64
Sheltered group picnic facilities: 33
Regional shooting facility: 1
Baseball fields: 26
Soccer fields: 15
Tennis courts: 22
Volleyball courts: 7
Historical buildings/museums: 3
Amphitheaters: 3
Arboretum and botanical garden: 1
Specialized children's facility: 2
Established bicycle paths: 20.2 miles
Hiking Trails: 30 miles
Bike Moto Cross Facility: 1
Horse Arenas: 5
Skateboard Parks: 4

Washoe County, Nevada



**WASHOE COUNTY
DEMOGRAPHIC STATISTICS
LAST TEN FISCAL YEARS**

FISCAL YEAR ENDED JUNE 30,	POPULATION	PER CAPITA INCOME	MEDIAN AGE	SCHOOL ENROLLMENT	TOTAL PERSONAL INCOME
	(1)	(2)	(3)	(4)	(2)
1993	266,755	\$ 24,408	N/A	42,061	\$ 6,444,498,000
1994	271,850	26,045	N/A	43,981	7,057,023,000
1995	279,820	26,017	35.8	45,734	7,246,163,000
1996	291,050	27,361	36.2	45,977	7,891,644,000
1997	303,240	28,603	36.7	48,583	8,502,604,000
1998	308,700	29,749	36.5	52,675	9,134,241,000
1999	311,350	30,769	36.9	54,088	9,729,416,000
2000	323,670	32,502	37.3	54,121	10,552,346,000
2001	339,486	33,636	35.6	55,673	11,195,305,000
2002	353,271	34,789	35.6	57,404	11,910,883,000

The above are estimates of:

- (1) Nevada State Demographer as of July 1, as certified by the Governor. 1993-2000
Washoe County Department of Community Development, 2001-2002
- (2) U.S. Department of Commerce, Bureau of Economic Analysis
- (3) Data was not available for 1993, and 1994.
Bureau of Economic and Business Research, University of Nevada, Reno, 1995-99
State Demographer Office, UNR Small Business Development Center, 2000.
Washoe County Department of Community Development, 2001-2002 (2000 United States Census Report)
- (4) Washoe County School District average daily enrollments.
- (5) State Department of Employment, Training and Rehabilitation.
- (6) Washoe County Building and Safety Department.
- (7) Bureau of Economic and Business Research, University of Nevada, Reno, 1993-1996; State
Department of Taxation, 1997-2002.
- (8) Bureau of Economic and Business Research, University of Nevada, Reno, 1993-1996; State Gaming
Commission, 1997-2002.
- (9) Bureau of Economic and Business Research, University of Nevada, Reno, 1993-1996; Airport
Authority, 1997-2002.

<u>UNEMPLOYMENT RATE (PERCENT)</u>	<u>TOTAL LABOR FORCE</u>	<u>CONSTRUCTION ACTIVITY - TOTAL VALUE</u>	<u>NUMBER OF NEW FAMILY UNITS</u>	<u>TAXABLE SALES</u>	<u>GROSS INCOME GAMING REVENUE</u>	<u>TOTAL PASSENGER AIR TRAFFIC</u>
(5)	(5)	(6)	(6)	(7)	(8)	(9)
6.5	143,300	\$ 140,261,306	853	\$ 2,904,838,000	\$ 885,287,000	4,307,707
5.5	163,100	183,885,252	1,286	3,276,983,000	920,454,000	5,427,922
5.5	163,700	191,118,212	1,289	3,517,656,000	890,908,000	5,673,953
4.5	166,200	195,611,998	1,373	4,030,257,000	994,832,000	6,178,341
4.2	168,200	198,655,640	1,219	4,207,682,000	976,026,000	6,929,481
3.8	173,100	181,655,590	1,204	4,359,037,576	1,009,353,314	7,047,660
3.4	176,800	201,588,866	1,086	4,669,485,533	1,038,828,634	6,318,665
2.8	180,600	255,051,619	1,001	4,957,234,787	1,121,396,380	5,951,344
3.4	183,100	290,589,395	1,270	5,194,146,044	1,113,289,199	5,332,507
4.8	190,500	294,355,860	1,324	5,280,706,327	1,043,068,886	4,485,369

**WASHOE COUNTY
PROPERTY VALUE AND CONSTRUCTION
LAST TEN FISCAL YEARS**

FISCAL YEAR	COMMERCIAL CONSTRUCTION (A)		RESIDENTIAL CONSTRUCTION (A)	
	NUMBER OF PERMITS	VALUE	NUMBER OF PERMITS	VALUE
1992-93	255	\$ 19,013,136	853	\$ 100,656,547
1993-94	210	18,548,857	1,286	143,530,527
1994-95	231	18,194,161	1,289	150,181,641
1995-96	261	25,340,345	1,373	147,643,254
1996-97	302	33,181,482	1,219	145,209,239
1997-98	328	26,436,036	1,204	133,423,064
1998-99	311	40,322,053	1,086	133,626,125
1999-00	323	97,647,228 (1)	1,001	134,528,182
2000-01	243	95,682,953 (1)	1,270	172,306,704 (3)
2001-02	243	39,283,900	1,324	228,101,768 (3)

Source: (A) Washoe County Building and Safety Department.

(B) Washoe County Assessor's Department/Secured Real Property.

(1) Commercial Construction increase was due to construction of large, high value projects.

(2) Miscellaneous construction includes remodeling, minor additions, etc.

(3) Low interest rates and relatively affordable housing have increased residential construction.

Bank deposit information is available only on a statewide basis.

MISCELLANEOUS (A) (2)		PROPERTY VALUE (B)			
NUMBER OF PERMITS	VALUE	RESIDENTIAL	COMMERCIAL	INDUSTRIAL	
2,010	\$ 20,591,623	\$ 3,324,952,806	\$ 1,496,194,447	\$ 315,559,552	
2,190	21,805,868	3,559,149,394	1,448,663,911	339,383,263	
2,275	22,742,410	3,792,588,859	1,535,069,817	364,548,883	
2,850	22,628,399	4,095,695,479	1,789,925,667	400,848,530	
2,602	20,264,919	4,455,026,407	1,920,041,972	467,018,226	
2,572	21,796,490	5,471,143,270	2,062,946,653	569,512,125	
2,347	27,640,688	5,874,220,839	2,196,919,746	601,523,402	
2,384	22,876,209	6,246,994,548	2,218,614,338	638,010,868	
2,117	22,599,738	6,488,637,393	2,244,740,101	679,762,127	
2,456	26,970,192	7,179,117,056	2,294,031,914	714,336,167	

COMPLIANCE SECTION

* Information Required Pursuant to
the Single Audit Act

* Auditor's Comments/Reports Pursuant
to Nevada Revised Statutes

KAFOURY, ARMSTRONG & CO.
A PROFESSIONAL CORPORATION
CERTIFIED PUBLIC ACCOUNTANTS

Report on Compliance and on Internal Control over Financial
Reporting Based on an Audit of Financial Statements Performed
In Accordance with Government Auditing Standards

To the Honorable Board of Commissioners
Washoe County, Nevada

We have audited the basic financial statements of Washoe County, Nevada as of and for the year ended June 30, 2002, and have issued our report thereon dated October 2, 2002. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States.

Compliance:

As part of obtaining reasonable assurance about whether Washoe County, Nevada's basic financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts and grants, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit and, accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance that are required to be reported under *Government Auditing Standards*.

Internal Control over Financial Reporting:

In planning and performing our audit, we considered Washoe County, Nevada's internal control over financial reporting in order to determine our auditing procedures for the purpose of expressing our opinion on the basic financial statements and not to provide assurance on the internal control over financial reporting. Our consideration of the internal control over financial reporting would not necessarily disclose all matters in the internal control over financial reporting that might be material weaknesses. A material weakness is a condition in which the design or operation of one or more of the internal control components does not reduce to a relatively low level the risk that misstatements in amounts that would be material in relation to the basic financial statements being audited may occur and not be detected within a timely period by employees in the normal course of performing their assigned functions. We noted no matters involving the internal control over financial reporting and its operations that we consider to be material weaknesses. However, we noted other matters involving the internal control over financial reporting that we have reported to management of Washoe County, Nevada in a separate letter dated October 2, 2002.

This report is intended solely for the information and use of management and federal awarding agencies and pass-through entities and is not intended to be and should not be used by anyone other than these specified parties.

Kafoury, Armstrong & Co.

Reno, Nevada
October 2, 2002

KAFOURY, ARMSTRONG & CO.
A PROFESSIONAL CORPORATION
CERTIFIED PUBLIC ACCOUNTANTS

Report on Compliance with Requirements Applicable to Each
Major Program and Internal Control over Compliance in
Accordance with OMB Circular A-133

To the Honorable Board of Commissioners
Washoe County, Nevada

Compliance:

We have audited the compliance of Washoe County, Nevada with the types of compliance requirements described in the *U. S. Office of Management and Budget (OMB) Circular A-133 Compliance Supplement* that are applicable to each of its major federal programs for the year ended June 30, 2002. Washoe County, Nevada's major federal programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs. Compliance with the requirements of laws, regulations, contracts and grants applicable to each of its major federal programs is the responsibility of Washoe County, Nevada's management. Our responsibility is to express an opinion on Washoe County, Nevada's compliance based on our audit.

We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and OMB Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*. Those standards and OMB Circular A-133 require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major federal program occurred. An audit includes examining, on a test basis, evidence about Washoe County, Nevada's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances. We believe that our audit provides a reasonable basis for our opinion. Our opinion does not provide a legal determination on Washoe County, Nevada's compliance with those requirements.

In our opinion, Washoe County, Nevada complied, in all material respects, with the requirements referred to above that are applicable to each of its major federal programs for the year ended June 30, 2002.

Internal Control over Compliance:

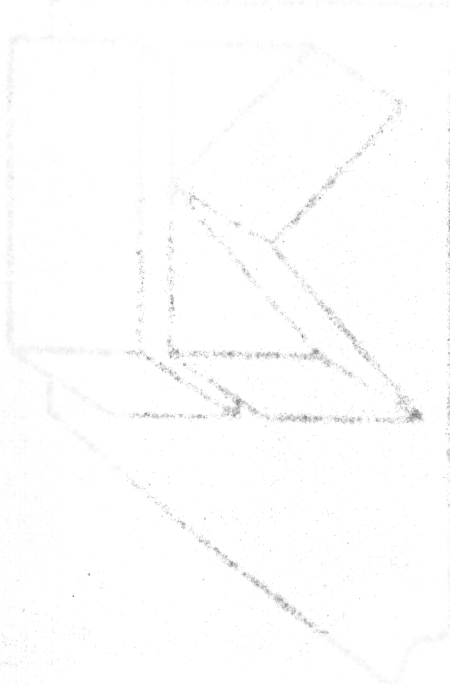
The management of Washoe County, Nevada is responsible for establishing and maintaining effective internal control over compliance with requirements of laws, regulations, contracts and grants applicable to federal programs. In planning and performing our audit, we considered Washoe County, Nevada's internal control over compliance with requirements that could have a direct and material effect on a major federal program in order to determine our auditing procedures for the purpose of expressing our opinion on compliance and to test and report on internal control over compliance in accordance with OMB Circular A-133.

Our consideration of the internal control over compliance would not necessarily disclose all matters in the internal control that might be material weaknesses. A material weakness is a condition in which the design or operation of one or more of the internal control components does not reduce to a relatively low level the risk that noncompliance with the applicable requirements of laws, regulations, contracts and grants that would be material in relation to a major federal program being audited may occur and not be detected within a timely period by employees in the normal course of performing their assigned functions. We noted no matters involving the internal control over compliance and its operations that we consider to be material weaknesses.

This report is intended solely for the information and use of management and federal awarding agencies and pass-through entities and is not intended to be and should not be used by anyone other than these specified parties.

Kafoury, Armstrong & Co.

Reno, Nevada
October 2, 2002



WASHOE COUNTY
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDED JUNE 30, 2002

FEDERAL GRANTOR/PASS THROUGH GRANTOR/PROGRAM TITLE	FEDERAL CFDA NO.	PROJECT/ PASS-THROUGH GRANTOR'S NO.	EXPENDITURES 2001-02
<u>U.S. Department of Agriculture:</u>			
Passed through State Department of Education:			
Child Nutrition Cluster:			
School Breakfast Program	10.553	SBP	\$ 25,203
School Breakfast Program	10.553	SBP	3,414
School Breakfast Program	10.553	SBP	38,991
National School Lunch Program	10.555	NSLP-204A	5,000
National School Lunch Program	10.555	NSLP-204A	58,197
National School Lunch Program	10.555	NSLP	33,118
Total Child Nutrition Cluster			163,923
Passed through State Department of Administration:			
Emergency Food Assistance Cluster:			
Emergency Food Assistance Program (Administrative Costs)	10.568	N/A	7,491
Emergency Food Assistance Program (Food Commodities)	10.569	N/A	23,037
Total Emergency Food Assistance Cluster			30,528
Food Donation	10.550	N/A	35,994
Passed through State Department of Human Resources:			
Special Supplemental Nutrition Program for Women, Infants and Children	10.557	WIC 01	214,180
Special Supplemental Nutrition Program for Women, Infants and Children	10.557	HD 2546	793,989
Passed through State Controller:			
Schools and Roads Cluster:			
Schools and Roads-Grants to States	10.665	N/A	8,104
Total U.S. Department of Agriculture			1,246,718
<u>U.S. Department of Education:</u>			
Direct Programs:			
Community Technology Centers	84.341	V341A010992	67,199
Total U.S. Department of Education			67,199
<u>U.S. Department of Health and Human Services:</u>			
Direct Programs:			
Family Planning Services	93.217	FPHPA090003-33-02	569,728
Amount Provided to Subrecipients			261,069

(CONTINUED)

WASHOE COUNTY
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDED JUNE 30, 2002

FEDERAL GRANTOR/PASS THROUGH GRANTOR/PROGRAM TITLE	FEDERAL CFDA NO.	PROJECT/ PASS-THROUGH GRANTOR'S NO.	EXPENDITURES 2001-02
<u>U.S. Department of Health and Human Services (Cont'd):</u>			
Passed through State Department of Human Resources:			
Child Support Enforcement	93.563	Acct. No. 3238	\$ 3,156,936
Child Support Enforcement	93.563	Acct. No. 3238	17,361
Child Support Enforcement	93.563	Acct. No. 3238	87,675
Grants to States for Access and Visitation Programs	93.597	G-0001NVSAPV	10,929
Grants to States for Access and Visitation Programs	93.597	G-0101NVSAPV	20,225
Children's Justice Grants to States	93.643	CANS-99-00/137	6,012
Child Abuse and Neglect State Grants	93.669	3201-11-3580	1,836
Project Grants and Cooperative Agreements for Tuberculosis Control Programs	93.116	WCTB-01	27,040
Project Grants and Cooperative Agreements for Tuberculosis Control Programs	93.116	WCTB-02	29,417
Preventive Health and Health Services Block Grant	93.991	99-B1-NV-PRVS	3,000
Immunization Grants	93.268	WC2000-1	96,302
Immunization Grants	93.268	H23/CCH904427-11	190,567
Immunization Grants	93.268	H23/CCH904427-11	218,295
Immunization Grants	93.268	WC2000-1	74,565
Immunization Grants	93.268	H23/CCH904427-11	38,944
Immunization Grants	93.268	WC97-3	668
Immunization Grants	93.268	N/A	157,110
Centers for Disease Control and Prevention - Investigations and Technical Assistance	93.283	U1A/CCU909219	95,863
Centers for Disease Control and Prevention - Investigations and Technical Assistance	93.283	U50/CCU919685-01	9,492
Centers for Disease Control and Prevention - Investigations and Technical Assistance	93.283	U50/CCU919685-01-1	8,305
Centers for Disease Control and Prevention - Investigations and Technical Assistance	93.283	U90/CCU916964-03	52,145
Cooperative Agreements for State-Based Comprehensive Breast and Cervical Cancer Early Detection Program	93.919	HD2141 3220/18	4,477
HIV Prevention Activities- Health Department Based	93.940	P18-01	163,889
HIV Prevention Activities- Health Department Based	93.940	P18-02	163,756
HIV /AIDS Surveillance -2001	93.944	S1-01	33,318
HIV /AIDS Surveillance -2002	93.944	U62/CCU906254-11	29,956
Block Grants for Prevention and Treatment of Substance Abuse - 2001	93.959	01 B1 NVSAPT	39,189
Preventive Health Services-Sexually Transmitted Diseases Control Grants	93.977	H25/CCU904368-11-2	107,667
Maternal and Child Health Services Block Grant to the States	93.994	HD2479	155,000
Maternal and Child Health Services Block Grant to the States	93.994	HD 1364/3222/12	3,375
Foster Care - Title IV-E	93.658	N/A	294,460
Foster Care - Title IV-E	93.658	N/A	98,115
Foster Care - Title IV-E	93.658	N/A	26,538
Temporary Assistance for Needy Families	93.558	N/A	1,800,585

(CONTINUED)

WASHOE COUNTY
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDED JUNE 30, 2002

FEDERAL GRANTOR/PASS THROUGH GRANTOR/PROGRAM TITLE	FEDERAL CFDA NO.	PROJECT/ PASS-THROUGH GRANTOR'S NO.	EXPENDITURES 2001-02
<u>U.S. Department of Health and Human Services (Cont'd):</u>			
Passed through State Division for Aging Services:			
Aging Cluster:			
Special Programs for the Aging- Title III, Part B - Grants for Supportive Services and Senior Centers	93.044	1600-05-02	\$ 184,513
Special Programs for the Aging- Title III, Part B - Grants for Supportive Services and Senior Centers	93.044	1600-02-02	61,391
Special Programs for the Aging- Title III, Part B - Grants for Supportive Services and Senior Centers	93.044	1600-11-02	91,254
Special Programs for the Aging- Title III, Part B - Grants for Supportive Services and Senior Centers	93.044	1600-13-02	75,000
Special Programs for the Aging- Title III, Part B - Grants for Supportive Services and Senior Centers	93.044	1600-06-02	50,315
Special Programs for the Aging- Title III, Part C2 - Nutrition Services	93.045	1600-04-01	46,164
Special Programs for the Aging- Title III, Part C2 - Nutrition Services	93.045	1600-04-02	51,851
Special Programs for the Aging- Title III, Part C1 - Nutrition Services	93.045	1600-07-01	40,854
Special Programs for the Aging- Title III, Part C1 - Nutrition Services	93.045	1600-07-02	264,527
Special Programs for the Aging- Title III, Part C - Nutrition Services	93.045	1600-07-02	36,976
Special Programs for the Aging- Title III, Part C - Nutrition Services	93.045	1600-04-02	57,603
Total Aging Cluster			<u>960,448</u>
Special Programs for the Aging - Title VII, Chapter 2 - Long-Term Care Ombudsman Services for Older Individuals	93.042	1600-79-00	<u>9,769</u>
Total U.S. Department of Health and Human Services			<u>9,024,026</u>
<u>U.S. Department of Housing and Urban Development:</u>			
Direct Programs:			
Housing Counseling Assistance Program	14.169	HC01-0998-012	18,515
Passed through Human Services Consortium:			
Entitlement and Small Cities Cluster:			
Community Development Block Grants/Entitlement Grants	14.218	Human Services Consortium	36,525

(CONTINUED)

WASHOE COUNTY
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDED JUNE 30, 2002

FEDERAL GRANTOR/PASS THROUGH GRANTOR/PROGRAM TITLE	FEDERAL CFDA NO.	PROJECT/ PASS-THROUGH GRANTOR'S NO.	EXPENDITURES 2001-02
<u>U.S. Department of Housing and Urban Development (Cont'd):</u>			
Passed through State Commission on Economic Development:			
Community Development Block Grants/State's Program	14.228	CDBG/00/PCB/008	\$ 3,601
Community Development Block Grants/State's Program	14.228	98/DRI/005	35,002
Community Development Block Grants/State's Program	14.228	NRLF/00/P/049	60,000
Community Development Block Grants/State's Program	14.228	CDBG/01/PCB/007	-
Amount Provided to Subrecipients			1,520
Total U.S. Department of Housing and Urban Development			155,163
<u>U.S. Department of Justice:</u>			
Direct Programs:			
Missing Children's Assistance	16.543	2001-MC-CX-K039	15,598
Drug Court Discretionary Grant Program	16.585	1999-DC-VX-0011	39,695
Local Law Enforcement Block Grants Program	16.592	2000-LB-VX-0371	46,850
Local Law Enforcement Block Grants Program	16.592	2001-LB-BX-0461	57,152
Local Law Enforcement Block Grants Program	16.592	2001-LB-BX-1665	56,611
State Criminal Alien Assistance Program	16.606	2001-AP-BX-1114	780,660
State Criminal Alien Assistance Program	16.606	2002-AP-BX-0384	890,740
Juvenile Mentoring Program	16.726	1999-JG-FX-0038	105,959
Passed through State Department of Motor Vehicles and Public Safety:			
Byrne Formula Grant Program	16.579	00-NC-015	1,904
Byrne Formula Grant Program	16.579	01-NC-024	39,707
Byrne Formula Grant Program	16.579	00-NC-026	54,158
Passed through State Office of the Attorney General:			
Violence Against Women Formula Grants	16.588	2000-VAWG-07	6,730
Violence Against Women Formula Grants	16.588	99-VAWG-52	4,160
Passed through State Department of Human Resources:			
Juvenile Accountability Incentive Block Grants	16.523	2000-JB-XV-0032	108,755
Juvenile Accountability Incentive Block Grants	16.523	2000-JB-XV-0032	221,460
Juvenile Justice and Delinquency Prevention - Allocation to States	16.540	OJJDP	37,770
Amount Provided to Subrecipients			29,758
Juvenile Justice and Delinquency Prevention - Allocation to States	16.540	OJJDP	22,043
Juvenile Justice and Delinquency Prevention - Allocation to States	16.540	OJJDP	12,899
Juvenile Justice and Delinquency Prevention - Allocation to States	16.540	OJJDP	25,418
Title V - Delinquency Prevention Program	16.548	2001-JP-FX-0032	10,333
Title V - Delinquency Prevention Program	16.548	2001-JP-FX-0032	1,960

(CONTINUED)

WASHOE COUNTY
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDED JUNE 30, 2002

FEDERAL GRANTOR/PASS THROUGH GRANTOR/PROGRAM TITLE	FEDERAL CFDA NO.	PROJECT/ PASS-THROUGH GRANTOR'S NO.	EXPENDITURES 2001-02
U.S. Department of Justice (Cont'd):			
Title V - Delinquency Prevention Program	16.548	2000-JP-FX-0032	\$ 15,628
Title V - Delinquency Prevention Program	16.548	2000-JP-FX-0032	-
Amount Provided to Subrecipients			20,000
Part E-State Challenge Activities	16.549	2000-JE-FX-0032	3,000
Part E-State Challenge Activities	16.549	2001-JE-FX-0032	4,200
Part E-State Challenge Activities	16.549	2000-JE-FX-0032	3,000
Crime Victim Assistance	16.575	VOCA-GV-0032	44,945
Crime Victim Assistance	16.575	VOCA-GV-0032	1,172
Enforcing Underage Drinking Laws Program	16.727	N/A	16,555
Passed through Clark County:			
Drug Court Discretionary Grant Program	16.585	2000-DC-VX-0005	67,500
Passed through Community Services Agency:			
Weed and Seed Program	16.595	N/A	984
Total U.S. Department of Justice			2,747,304
U.S. Department of Transportation:			
Passed through State Department of Motor Vehicles and Public Safety:			
Highway Safety Cluster:			
State and Community Highway Safety	20.600	21J8-18-16.15/21-157INV-1.15	54,874
State and Community Highway Safety	20.600	21PT-33	19,711
State and Community Highway Safety	20.600	22-PT4 Mini Grant #1	784
Total Highway Safety Cluster			75,369
Passed through State Department of Conservation and Natural Resources:			
Recreational Trails Program	20.219	FY2000-03	89,497
Recreational Trails Program	20.219	B-97-05	20,000
Recreational Trails Program	20.219	FY2001-02	24,489
Passed through State Department of Transportation:			
Capital Assistance Program for Elderly Persons and Persons with Disabilities	20.513	NV-16-0026	51,143
Total U.S. Department of Transportation			260,498

(CONTINUED)

WASHOE COUNTY
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDED JUNE 30, 2002

FEDERAL GRANTOR/PASS THROUGH GRANTOR/PROGRAM TITLE	FEDERAL CFDA NO.	PROJECT/ PASS-THROUGH GRANTOR'S NO.	EXPENDITURES 2001-02
National Foundation on the Arts and the Humanities:			
Passed through Nevada State Library and Archives:			
State Library Program	45.310	LSIA 2000-1/	\$ 1,200
State Library Program	45.310	LSTA 2000-18	3,313
State Library Program	45.310	LSTA 2001-25	29,061
State Library Program	45.310	LSTA 2001-09	2,700
Total National Foundation on the Arts and the Humanities			36,274
U.S. Environmental Protection Agency:			
Direct Programs:			
Air Pollution Control Program Support - 2001	66.001	A-00905401-01	165,448
Amount Provided to Subrecipients			50,000
Air Pollution Control Program Support - 2002	66.001	A-00905402-02	419,368
Surveys, Studies, Investigations and Special Purpose Grants	66.606	X-99992401-2	31,384
Surveys, Studies, Investigations and Special Purpose Grants	66.606	X-99992401-4	9,883
Surveys, Studies, Investigations and Special Purpose Grants - In-Kind Services	66.606	X-99992401-3	74,250
Surveys, Studies, Investigations and Special Purpose Grants - In-Kind Services	66.606	X-99992401-4	25,830
Passed through State Department of Conservation and Natural Resources:			
Hazardous Waste Management State Program Support	66.801	DEP 01-014	75,000
State and Tribal Underground Storage Tanks Program	66.804	DEP 02-002	10,000
Leaking Underground Storage Tank Trust Fund Program	66.805	DEP 02-002	96,500
Passed through State Department of Human Resources:			
State Public Water System Supervision - 2001	66.432	HD 2441	41,875
Capitalization Grants for Drinking Water State Revolving Funds	66.468	HD 2441	22,500
Total U.S. Environmental Protection Agency			1,022,038
U.S. Federal Emergency Management Agency:			
Passed through State Department of Motor Vehicles and Public Safety:			
Emergency Management Performance Grants	83.552	8355202	58,198
Emergency Management Performance Grants	83.552	8355202	3,287
Emergency Management Performance Grants	83.552	83552R2	4,746

(CONTINUED)

WASHOE COUNTY
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDED JUNE 30, 2002

FEDERAL GRANTOR/PASS THROUGH GRANTOR/PROGRAM TITLE	FEDERAL CFDA NO.	PROJECT/ PASS-THROUGH GRANTOR'S NO.	EXPENDITURES 2001-02
<u>U.S. Federal Emergency Management Agency (Cont'd):</u>			
Passed through State Division of Water Resources: Flood Mitigation Assistance (FMA)	83.536	EMF-97-CA-0396, EMF-98- CA-9003, EMF-2000-GR-017	\$ 16,670
Total U.S. Federal Emergency Management Agency			82,901
<u>U.S. Department of Labor:</u>			
Passed through State Department of Employment Training and Rehabilitation:			
WIA Cluster:			
WIA Youth Activities	17.259	AA102520050	5,290
WIA Youth Activities	17.259	YP-02-01	27,105
WIA Youth Activities	17.259	YP-02-02	11,877
Total WIA Cluster/U.S. Department of Labor			44,272
Total Expenditures of Federal Awards			\$ 14,686,393

WASHOE COUNTY
NOTES TO SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
JUNE 30, 2002

NOTE 1 – REPORTING ENTITY

The accompanying Schedule of Expenditures of Federal Awards presents the activity of all federal financial assistance programs of Washoe County. The Washoe County reporting entity is defined in Note 1 to its basic financial statements. All expenditures of awards from federal agencies are included in the schedule.

NOTE 2 – BASIS OF ACCOUNTING

The Schedule of Expenditures of Federal Awards is prepared on the modified accrual basis of accounting.

NOTE 3 – NON-CASH EXPENDITURES

The expenditures reported include non-cash items as follows:

FOOD DONATION (10.550)

EMERGENCY FOOD ASSISTANCE PROGRAM (10.569)

The expenditures for these programs represent the dollar value of food commodities distributed to eligible recipients during the year. The value of commodities is determined by the U.S. Department of Agriculture.

CAPITAL ASSISTANCE PROGRAM FOR ELDERLY PERSONS AND PERSONS WITH DISABILITIES (20.513)

The expenditures represent the fair market value of a vehicle provided through the State of Nevada Department of Transportation.

SURVEYS, STUDIES, INVESTIGATIONS AND SPECIAL PURPOSE GRANTS – IN-KIND SERVICES (66.606)

The expenditures represent the value of sample analysis obtained at no charge to Washoe County.

IMMUNIZATION GRANT PROGRAMS (93.268)

The expenditures for this program include vaccines received in lieu of cash totaling \$157,110.

NOTE 4 – PROGRAM INCOME

The expenditures reported include income received by the grantee, which was directly generated by grant supported activity totaling \$677,543 and consists of the following:

FAMILY PLANNING SERVICES (93.217) \$136,756

IMMUNIZATION GRANT PROGRAMS (93.268) \$218,295

SPECIAL PROGRAMS FOR THE AGING TITLE III, PART B (93.044) \$145,508

SPECIAL PROGRAMS FOR THE AGING TITLE III, PART C (93.045) \$176,984

AUDITOR'S COMMENTS/REPORTS

**WASHOE COUNTY
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE YEAR ENDED JUNE 30, 2002**

Summary of Auditor's Results:

- Kafoury, Armstrong & Co. issued an unqualified opinion on the financial statements of Washoe County, Nevada for the year ended June 30, 2002.
- No reportable conditions or material weaknesses were disclosed during the audit of the financial statements.
- The audit disclosed no instances of noncompliance, which were material to the financial statements of Washoe County.
- No reportable conditions or material weaknesses were disclosed during the audit of the major federal award programs.
- Kafoury, Armstrong & Co. issued an unqualified opinion on compliance for major programs of Washoe County.
- The audit of Washoe County for the year ended June 30, 2002, disclosed no audit findings which are required to be reported under section ____510(a) of OMB Circular A-133.
- Washoe County had five major programs for the year ended June 30, 2002, as follows:
 - Aging Cluster – CFDA 93.044/93.045
 - Family Planning Services – CFDA 93.217
 - Child Support Enforcement – CFDA 93.563
 - Juvenile Accountability Incentive Block Grants – CFDA 16.523
 - Recreational Trails Program – CFDA 20.219
- The dollar threshold used to distinguish between Type A and Type B programs for the year ended June 30, 2002, was \$440,592.
- Washoe County qualified as a low risk auditee for the year ended June 30, 2002 under the criteria set forth in section ____530 of OMB Circular A-133.

Findings Relating to the Financial Statements Reported in Accordance with GAGAS:

There were no such findings in relation to the financial statements of Washoe County for the year ended June 30, 2002.

Findings and Questioned Costs for Federal Awards:

There were no audit findings required to be reported in accordance with Section 510(a) of Circular A-133.

**WASHOE COUNTY
SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS
FOR THE YEAR ENDED JUNE 30, 2002**

Department of Health and Human Services:
National Foundation on the Arts and the Humanities:

Finding 01-1:

Aging Cluster, CFDA 93.044/93.045
Institute of Museum and Library Services, CFDA 45.301

Finding Summary:

Policies were not in place to ensure that the County's purchasing department is made aware of those contracts that will be funded with Federal dollars. As such, the required suspension and debarment certifications were not obtained on required vendor contracts.

Management's Response:

The Department was unaware that the purchasing department had not implemented the required procedures to obtain the certifications. They addressed the issue with the purchasing department and were assured that future contracts would include the required suspension and debarment certifications.

Finding Status:

The purchasing department has implemented procedures to obtain the required suspension and debarment certifications on all covered contracts. Certifications are now obtained during the bidding process.

**WASHOE COUNTY
SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS
FOR THE YEAR ENDED JUNE 30, 2002**

National Foundation on the Arts and the Humanities:

Finding 01-2:

Institute of Museum and Library Services, CFDA 45.301

Finding Summary:

Policies were in place to determine the immediate cash needs of the program. However, subsequent to the request by the County for reimbursement, change orders occurred which resulted in the disbursement of those funds by the County being delayed. This was an isolated instance.

Management's Response:

Production delays on the part of the vendor and changes in vehicle specs resulted in a four-month delivery delay. Funds could not be released until actual delivery of the vehicle in accordance with the program requirements.

Finding Status:

This was an isolated instance. In addition, this grant had expired in the prior year and no funding was received during the current year.